AGENDA
CITY COUNCIL
TUESDAY, JUNE 25, 2019
1371 WEST FM 550 - MCLENDON-CHISHOLM, TEXAS 75032
6:30 PM

Page

1. CALL TO ORDER

2. INVOCATION AND PLEDGE OF ALLEGIANCE TO U.S. AND TEXAS FLAGS

3. RULES OF DECORUM

4. CITIZEN COMMENTS

5. APPROVAL OF CITY COUNCIL MEETING MINUTES

4 - 15 5.1. June 11, 2019 Draft Minutes

6. ITEMS FOR CONSIDERATION

6.1. Atmos Energy will present a donation to the Fire Department. *(Requested by Eva Hummel)*

6.2. Council Member Herman Larkin will make a public statement related to his tenure as Council Member. *(Requested by Council Member Larkin)*

6.3. John Polster, representing Innovative Transportation Solutions, Inc., will deliver an update regarding TxDOT projects in the vicinity of McLendon-Chisholm including the Hwy. 205 South project. Council discussion and questions from Council regarding such projects may follow the report. *(Requested by Palomba)*

6.4. Nominate and consider appointments for regular and alternate positions to the Planning & Zoning Commission. *(Requested by Palomba)*

6.5. Nominate and consider appointments for regular and alternate positions to the Board of Adjustment. *(Requested by Palomba)*

16 - 37 6.6. Discussion and action regarding an Ordinance amending Chapter 11, Taxation, of the Code of Ordinances by adding a new section, 11.03, repealing the application of the sales tax exemption from the sale of telecommunication services within the City of McLendon-Chisholm. *(Requested by Palomba)*
Staff Report - Telecommunication Sales Tax Exeption Repeal
Cities That Impose Local Sales Tax on Telecommunications Services
Comptroller Info on Telecommunication Sales Tax
Proposed Ordinance - Repeal of Telecommunication Sales Tax Exemption

7. REPORTS

38 - 42 7.1. Building Official Report May 2019

Building Official Report May 2019

43 - 54 7.2. Budget Report May 2019
Budget Report May 2019

55 - 57 7.3. McLendon-Chisholm Fire Rescue Report May 2019
Total Calls by District May 2019
Incident Type Report May 2019
Incident type Report Chart May 2019

58 - 77 7.4. Rockwall County Transportation Consortium Report May 2019
Rockwall County Transportation Consortium Report May 2019

8. UPDATES, DISCUSSION AND DIRECTION TO STAFF

9. COUNCIL MEMBER REPORTS AND ANNOUNCEMENTS

9.1. Mayor Short's news and announcements including upcoming events.

9.2. Mayor Pro Tem Bloom's announcements including Emergency Services Corporation and Economic Development Advisory Committee.

9.3. Council Member Larkin's news and announcements including Veterans Brick Memorial Committee

9.4. Council Member Kipphut's announcements including special events and Code of Ordinance updates

9.5. Council Member Woessner's news and announcements including M-C 50 Anniversary Committee and communications

9.6. Council Member Dahl's news and announcements including finance and budgeting

10. EXECUTIVE SESSION

10.1. Recess into Executive Session (Closed Meeting) in accordance with Texas Government Code: Section 551:071(2) Consultation with City Attorney on a matter in which the duty of the attorney to the governmental body under the Texas Disciplinary Rules of Professional Conduct of the State Bar of Texas clearly conflicts with this chapter regarding possible fire station location sites and options for placement and method of placement of said fire station in the city limits. *(Requested by Palomba)*

11. RECONVENE REGULAR MEETING

12. EXECUTIVE SESSION ACTION

13. ADJOURN

As authorized by Section 551.071(2) of the Texas Government Code, this meeting may be convened into closed Executive Session in order to seek confidential legal advice from the City Attorney on any agenda item herein.

I, Lisa Palomba, do hereby certify that the above Notice of Meeting of the City Council of McLendon-Chisholm, Texas was posted on or before 5:00 p.m., June 21, 2019 on the outside bulletin board at City Hall, a place convenient and readily accessible to the public at all times.

CITY COUNCIL
City of McLendon-Chisholm, Texas
Meeting Minutes
June 11, 2019

The City Council of the City of McLendon-Chisholm convened in Regular Session on Tuesday, June 11, 2019, at City Hall, 1371 West FM 550, McLendon-Chisholm, Texas, with the following members present:

ATTENDING:	Keith Short	Mayor
	Jim Bloom	Mayor Pro Tem (Absent)
	Herman Larkin	Council Member
	Lorna Kipphut	Council Member
	William Dahl	Council Member
	Trudy Woessner	Council Member
Staff Present:	Lisa Palomba	City Administrator/City Secretary
	Michael Halla	City Attorney

1. CALL TO ORDER

Mayor Short called the meeting to order at 6:32 p.m.

2. Council Member Larkin delivered the Invocation and led the Pledge of Allegiance to the U.S. and Texas Flags.

3. Mayor Short announced the Rules of Decorum are in place and are to be observed throughout the meeting.

4. CITIZEN COMMENTS

Lance Agee, 1509 Via Toscana, Addressed the Council regarding Items 6.1., 6.4., and 6.5. Mr. Agee appeared before the Council to discuss the bonds. He pointed out that the City has a budget of 1.2 million dollars. The bond that is being sought is ten million dollars. He asked the Council to be prudent in putting the City in that position where it is responsible for that full amount of money should the development go under. He stated he had an exchange with Russell Phillips about amenities that aren't complete. He also talked to previous Council and asked them not to proceed with the bonds at that time which were about two million dollars. They postponed it for one meeting and then they granted the money. He asked the Council not to give a bond until they have a timeline to guarantee that financials will be provided throughout the entire time that the bond is being issued, and that the amenities have been completed before the issuance of the bond. He also asked the Council Members to recuse themselves if they might have a conflict of interest with Sonoma Verde.

DRAFT

Robert Davis, 1258 Livorno Dr. Mr. Davis appeared to address the Council regarding Item 6.1 and the Sonoma Verde amenities and the PID. He stated no developers or builders ever told them there was to be a single community center and a single pool. He was told that at each entrance there was to be an activity center and a pool. He proposed they change the size of the lots to 1.5 acres to reduce the number of houses so they don't have to share the amenities with so many people. The builders lied to them. He wants them to give a timeline that tells what they are going to be doing and make them do it like they were supposed to.

Jody Wright, 1513 Barrolo Dr., Ms. Wright appeared to address Sonoma Verde issues. She stated the HOA fees have gone up with no additional amenities as they have been promised. We have numerous code violations in our neighborhood. She stated she would like there to be more transparency in all the communications. She asked that no additional funds be granted to this developer unless they have fulfilled their commitments to the residents.

Mark Russo, 1519 Barrolo Dr., Mr. Russo was present to address the notification of public hearings to the citizens. He stated he hopes there is a standard or a policy that everyone in the community will get notifications.

Liberty Tribe, 1514 Siena Ln., Ms. Tribe asked, regarding the PID, what percentage of the development is to be built versus being sold as a salesman to us. We have elderly, disabled people that live in this subdivision who should not have to pay PID. We have totally disabled Vietnam veterans who should not have to pay. We have disabilities with children in the homes – they should not have to pay. We need to understand, as a community, what phase we go through. When do we stop paying those taxes? There are no answers anywhere.

Jerry Neatherlin, 1216 Livorno Dr., Mr. Neatherlin addressed the Council regarding the HOA in Sonoma Verde. He has been told they don't have a HOA, but they pay dues. He feels they need an association to represent them.

5. APPROVAL OF CITY COUNCIL MEETING MINUTES

5.1 MAY 28, 2019

MOTION: APPROVE MINUTES OF MAY 28, 2019 AS PRESENTED.

MADE BY: **Council Member Kipphut**
SECONDED: **Council Member Larkin**
APPROVED: **Unanimously**

DRAFT

6. ITEMS FOR CONSIDERATION

6.1. SONOMA VERDE DEVELOPERS WILL DISCUSS SONOMA VERDE AMENITIES AND PRESENT A TIMELINE OF FUTURE IMPROVEMENTS

Chris Cuny, Civil Engineer, residence 2 Horizon Court, which is also the location of his business. He has been involved in this project since 2004 when it was purchased and development began. He gave a brief history of the project and how they got where they are now. He presented the following information:

1. There is approximately 550 acres in the development
2. Worked with the city on a developer agreement
3. Density was two units per acre with a blend of lots
4. 1100 total lots on the 500 acres
5. Zoned and approved with zoning now in place
6. Provided sewer for Sonoma Verde exclusively
7. Dedicated land for an elementary school
8. Provide sewer capacity for commercial development along 205
9. The City owns the water lines that are in Sonoma Verde
10. Built storm sewer system with curb and gutter within the subdivision
11. Built wider roads
12. Agreed to pave League Road
13. Voluntarily annexed the property
14. Development agreement included the amenity center, the swimming pool, League Road, landscaping improvements. There are "planned to be" trails, and other parks which are to be built.

Mr. Cuny stressed that there will be no affect on Phase 1 and there is no financial impact on the City.

Rich Alberque, representing the owner and developer of Sonoma Verde, explained improvements and the timeline as provided to the City by the Developer. They purchased the property in mid-August 2018. They have changed the management company for the HOA. He presented the following information:

Improvements Currently Under Construction

- **League Road:** We have completed the initial section from our development to where the road jogs with a concrete road instead of resurfacing the existing road. The remaining section will be resurfaced in the next 30 days (weather permitting) and the improvement to League Road will be totally completed ahead of the PD requirement.

Future Improvements for Phase 2

- **Trail:** The trail is proposed to extend along the north side of the ballfields along the frontage of Cortana Lane. Additional trails will be done as future phases are

DRAFT

completed. The trail will be installed upon completion of the filling and grading of the ball fields. Project time frame is September/October 2019.

- **Ballfields/Open Space:** The area just north of the amenity center consists of approximately 9 acres. The tract includes a dry detention area with two soccer fields and a baseball field to be constructed with the completion of Phase 2. The site is extremely low and it will require the importing of fill to construct the fields. Because the site requires fill, we will need to find a dirt source on site. Our engineers will take elevations on the site and prepare a grading plan which should be completed in June. Depending on the amount of dirt required, we will begin filling the site in the August/September time frame after the Phase 2 improvements are accepted by the City. Depending on the amount of dirt required, we will begin filling the site in the August/September time frame after the Phase 2 improvements are accepted by the City. Assuming we have enough fill available, the dirt work should be completed by the end of September. The fields will then be graded and irrigated. The site should be seeded in October after the hot months are over. The fields will be seeded with rye at that time and in the spring, the fields will be over seeded with Bermuda. The Bermuda will need to establish itself in the spring before play can begin. The fields should be ready June/July, 2020, depending on the weather.
- **Amenity Center Pavilion Remodel:** There were no plans or promises of remodeling the existing amenity center. Due to requests for enclosing part of the center to provide a space for year-round use, we are proceeding to remodel one side of the pavilion. The plans for the remodel are in process. During the next two to three months, we will finalize the plans, submit to the City for approval for construction. The construction will not begin until the end of the swimming season. Construction will likely begin in October and be completed by the end of the year.

He stated the development includes a pool which is resort size, a lake, a pond, tennis courts, basketball courts, and open space.

He stressed how important it is for the developer and the HOA to be happy. The developer subsidizes the HOA while the development is in progress.

Council Member Woessner pointed out that the PID is strictly for roads, sewer, water and drainage. The PID has nothing to do with the HOA or the amenities. She feels things are getting blurred.

Council Member Dahl questioned a remark made by Russell at the previous meeting regarding a large parcel of land that will be a ballpark, but was previously allocated for senior living.

Mr. Alberque stated that is incorrect. When the PD was approved, that land was always open space.

Mr. Cuny explained that in the original concept plan there was an area designated for senior living. With the development in place now, that has been taken off the table and the actual ballfields have been expanded beyond what was initially planned.

DRAFT

Council Member Dahl asked for clarification if the senior living amenity can be moved to another location or has been removed completely.

Mr. Alberque answered that no other area has been designated for that use.

Joey Howell, a partner in the development, stated that there was no senior center designated in the original concept plan. An amendment to the concept plan did allow for a senior center as an optional use. Most developers have agreed that more ballfields is a better use at this time. We did have meetings with the homeowners and most of them agreed they did want more ballfields.

Council Member Dahl stated he has a lot of constituents who are concerned about the lack of senior living. That area being on a previous plan, and then being removed, makes him concerned about it.

Mr. Alberque responded that the market dictates what type of use is established. They have talked with developers who develop that type of use and there is an interest. There is a possibility that in the future they might make one of their areas with an age restricted use. That is on the table and they are interested in pursuing that.

Council Member Woessner asked if they can just make changes without notifying anyone.

Mr. Cuny stated that if the concept plan is changed, they will have to go back through P&Z and the Council for an amendment.

Council Member Kipphut stated that she believes there has been a breakdown in communications between the HOA and the residents.

Phillip Duncan, Management Team member, responded that the point is well taken and that is one of their main focuses right now. They have been working on this for the last three to four months. The new management team is excellent at what they do and their communications are being improved as well as getting better community involvement.

Council Member Woessner explained that the Council is hearing from residents and that is why they are asking questions. They want improved communication with the residents.

Council Member Larkin asked for the name of the new management company.

Mr. Duncan replied it is CCMC Management.

NO ACTION

DRAFT

6.2. CONDUCT A PUBLIC HEARING REGARDING ASSESSMENTS LEVIED AGAINST CERTAIN ASSESSABLE PROPERTY WITHIN THE SONOMA PUBLIC IMPROVEMENT DISTRICT

Mayor Short opened the public hearing at 7:37 p.m.

Adrienne Balkum, 1518 Firenza Ct.
The PID Act requires the service plan to cover a period of at least five years. The service plan is required to define the annual projected costs and indebtedness for the Authorized Improvements undertaken within the PID during a five-year period. It is anticipated that it will take approximately 12 months for the Major Improvements to be constructed and approximately 12 months for the Improvements to be constructed. After each phase it is expected that each phase will correspond with a Service and Assessment Plan update for that Future Phase.

The service plan shall be reviewed and updated at least annually for the purpose of determining the annual budget for Administrative Expenses, updating the estimated Authorized Improvement costs, and updating the Assessment Roll. Any update to this Service and Assessment Plan is herein referred as an “Annual Service Plan Update.”

As Future Phases are developed, this Service and Assessment Plan will be amended to include costs of Authorized Improvements for those Future Phases. The PID Administrator and the Bond Council are here to give you that information that is related to the plan.

The information such as the evidence provided in the updates and reviewed by the City Council it is your job to confirm with city officials and contractors such as the PID Administrator, Bond Council, City Inspectors if what is provided checks out in these documents. Of course you can view the areas to see if there are roads, sewer and other infrastructure items listed have been produced. These men and women were hired to represent Our City – they are the ones who spent hours to produce these presentations to present to you these updates which have to be spot on accurate. Please do your due diligence in being prepared for the City Council Meetings by spending the time in reading these documents.

The questions that was asked at the last Council Meetings such as had the developer kept his promises such as amenities was not associated with the financial related obligations that was presented to you. Yes, the developer has met his obligations in the PID agreement. Having the developer to provide a timeline of future amenities for the City Council to be on a future agenda I guess is fine. Mainly to be informational purposes.

Based on the information that was provided from Mr. Phillips, to me was nothing more than a public relation act of disclosing about the trails, ballfields and remaining road construction of League Road. It’s not really any different information that was provided at the 2018 Annual HOA meeting.

DRAFT

Unfortunately, there are rumors being said that the City Council is going to deny these bonds solely to have the developer provide amenities based on what a handful of property owners may have been saying. It's concerning to me for several reasons.

In what Mr. Phillips had provided to property management, the HOA Board, the residents all of this was already determined for these amenities: ballfields, park, sand volleyball court, tennis court, basketball court, swimming pool, amenities center, walking trails and ponds. Again none of the amenities were included in the Service Assessment Plan.

As far as any future amenities goes, whether it is another pool, playground or other structures that should be decided on the future Sonoma Verde HOA board. That board will be when the residents are elected as board of directors. As it stands and based on what I have witnessed it would be better for those who actually live in the Sonoma Verde development to generate those ideas, present to the residents the costs of options and information. And from there be able to facilitate for the residents to vote on what they want.

Mr. Phillips is a man of integrity. I know that he is committed to keep his agreement compliant with the City. In 2016, when I came forward regarding evidence of roads that were needing improvements he met with me and the City Administrator. Which he timely had those road areas repaired. Mr. Phillips is pretty reasonable to work with I think if there are areas that is infrastructure related he will do his part to remedy it. I do find that when you have a variety of variables such as weather, several groups of actual labor of crews for engineering to construction – It can appear as if he is just not moving fast enough.

On items 6.3 and 6.4 I do believe based on the information provided to you that the City Council should vote for the adoption of the ordinance authorizing the issuance and sale of the Special Assessment Revenue Bonds as well as the documents provided. And to adopt an ordinance to approve the construction, funding and acquisition agreements.

Also, it would be a good idea to inquire of the new PID Administrator for your own personal knowledge about what is in place for delinquency for those property owners who have made claims that they will not pay for their PID and what are some things that are provided in these agreements what will happen to the Reserve Fund monies.

Finally, as some of you serve on a HOA Board when you hear citizens share concerns about amenities let me remind you that as a City Council you should tell those residents to speak about those issues with their HOA.

<u>Michelle Nickleberry, 1520 Sienna Lane</u>
Ms. Nickleberry stated she is so confused about what is really going on with all the information being put out. She thinks things need to be put in writing. One of her concerns is what they can legally do about these issues. She asked for facts, not opinions. Her last question is if the bonds can be withheld or delayed and why or why not.

DRAFT

Robert Quinn, 101 Corrora Dr.
Mr. Quinn stated he was someone who had posted information on facebook. He stated he heard stories about the PID before they bought the property and was told they had a list of all the things the PID covers including the amenities. He stated he was lied to right up front. The plan has changed. The map keeps changing. Every new map has less on it. He reported that the pool is often filthy. They complain all the time about mud in the streets, work sites being left with garbage everywhere, potholes, cracked sidewalks, lots that aren't being mowed that are overgrown with weeds

Lance Agee, 1509 Via Toscana
The plan between the City and the Developers changed unilaterally. They should not be able to do that. They can't come in and change things they have agreed to without bringing it back to the City Council. There is discrimination on one of the facebook pages. Public notices should be sent out to everyone in the community. League Road – the City is sending people through a HOA, through the PID without letting people know. You can't be selective when sending notices, you have to send them to the larger area. If Sonoma Verde defaults, who is responsible? Does it come back on the homeowners? Until someone does what they say they are going to do, don't give them a penny. The Council needs to hold them accountable. There is a repeated record of failure with Sonoma Verde. You can't change contracts without both parties agreeing to it. We want Sonoma Verde to be what it's supposed to be.

Kirk Wilson, T. Wilson & Associates, Inc., 1800 Valley View Lane, Farmers Branch, Texas
I specialize in PID assessments. The assessments tonight only affect the new developer and the new phase, not on the prior developer. The developer agreement has been complied with 100%. The service assessment plan that is before you tonight is in compliance as well. Each individual lot has a levy, and whoever owns that lot has to pay those levies. In this case, the developer owns all those lots so he will have to pay those levies until such time as builders come along or homeowners, and they will pay going forward. If a property owner does not pay, there is a process to remedy that. If the developer doesn't pay, he could lose his property. No money tonight is going to the prior developer. It would be contrary to the interest of all of Sonoma Verde to penalize the new developer based on the prior developer.

Council Member Kipphut asked what would happen if the developer didn't build on any more lots and walked away from the project. Would he still be responsible for the assessments?

Mr. Wilson – They would still owe the assessments on all the lots they currently own.

Council Member Woessner asked what the worst-case scenario would be for the City.

Mr. Wilson responded that the City doesn't have a risk. You are responsible for making sure the facts in the offering document are correct to the best of your knowledge. You are responsible for making sure assessments are paid and enforce collection just like you do property taxes.

DRAFT

Jody Wright stated that she was told that if she paid off her portion of the bond, there would be no other changes. Now they are told they will be charged an administrative fee.

Mr. Wilson replied there are no administrative fees if the assessment is paid off.

Robert Davis – Is the PID assessment a loan or a tax and can it be renegotiated?

Mr. Wilson responded it is neither a loan or a tax – it is an assessment.

Jason Avery asked if his levy will go up. Mr. Wilson stated it will not change.

Chris Cuny stated this bond doesn't affect other phases at all.

Ms. Nickelberry asked for confirmation that assessments are not going up in Phase 1C and Phase II. She also pointed out there is a fee that goes on forever.

Mr. Wilson confirmed there will be no impact on them.

Mayor Short called a break at 8:23 p.m.

Mayor Short call the meeting back to order at 8:35 p.m.

Adrienne Balkum - Just to make sure that it is clear. Obviously as we just said that anything that is said about the HOA, that those homeowners need to talk to the HOA, their HOA Board or their property manager. But as far as the City Council's concern if you are hearing complaints from residents as I heard tonight, like there is trash and all these different things. Well, there is a way to facilitate that complaint and you can go to the City to make that complaint and we have a City Inspector to go and investigate that. To review those areas like the pool or the debris in parts of the development. Those are some things that can be done as well as complain to their HOA and property management.

Mr. Wilson did correct there is a supplemental charge right now for road maintenance. That supplemental fund is needed for maintenance.

Ms. Nickelberry – Has not had question of legality of any type of question about the PID or the legality of developer agreements if these can be changed.

Balkum - Okay I kinda know a little bit about this. One of the biggest things that we did on the City Council we wanted to address alot of these questions typical FAQs. We worked with Municap (former PID Administrator). We worked with Municap to develop those questions and it is on the actual city website, Sonoma Verde PID FAQs there is a bunch of questions there about 12 questions there. As well as on Municap's website. I believe when P3Works (the New PID Administrator) I would hope that they would have the same similar questions, like the legal questions, obligations and stuff like that. All of the SAPs and the documents related to this PID should also be quicklinks. That's all that it needs to be. Just as it has been with Municap and the City's page.

Mayor Short closed the public hearing at 8:44 p.m.

NO ACTION

6.3. CONSIDER THE ADOPTION OF AN ORDINANCE AUTHORIZING THE ISSUANCE AND SALE OF "CITY OF McLENDON-CHISHOLM, TEXAS, SPECIAL ASSESSMENT REVENUE BONDS, SERIES 2019 (SONOMA PUBLIC IMPROVEMENT DISTRICT IMPROVEMENT AREA #2 PROJECT) AND APPROVING VARIOUS DOCUMENTS RELATED TO SUCH BONDS

MOTION: ADOPT ORDINANCE 2019-06 AUTHORIZING THE ISSUANCE AND SALE OF "CITY OF McCLENDON-CHISHOLM, TEXAS, SPECIAL ASSESSMENT REVENUE BONDS, SERIES 2019 (SONOMA PUBLIC IMPROVEMENT DISTRICT AREA #1 PROJECT)

MADE BY: Council Member Kipphut
SECONDED: Council Member Larkin

Council Member Kipphut stated she feels it is the responsibility of the City Council to determine if agreements are in compliance. They should also work with their inspectors to ensure safety and cleanliness of the development.

APPROVED: 3-1 (Kipphut, Dahl, Larkin in favor Council Member Woessner voting Nay; Mayor Pro Tem Bloom absent)

6.4. CONSIDER THE ADOPTION OF AN ORDINANCE APPROVING A CONSTRUCTION, FUNDING, AND ACQUISITION AGREEMENT RELATED TO THE SONOMA PUBLIC IMPROVEMENT DISTRICT AND AUTHORIZING THE MAYOR TO EXECUTE AND DELIVER SUCH AGREEMENT

MOTION: APPROVE ORDINANCE 2019-07 APPROVING A CONSTRUCTION, FUNDING, AND ACQUISITION AGREEMENT RELATED TO THE SONOMA PUBLIC IMPROVEMENT DISTRICT AND AUTHORIZING THE MAYOR TO EXECUTE AND DELIVER SUCH AGREEMENT

MADE BY: Council Member Kipphut
SECONDED: Council Member Larkin
APPROVED: 3-1 (Kipphut, Dahl, Larkin in favor; Council Member Woessner abstaining; Mayor Pro Tem Bloom absent)

6.5. DISCUSSION AND ACTION CONSIDERING AN AMENDMENT TO THE AGREEMENT FOR FIRE PROTECTION SERVICES AND INTEGRATION BETWEEN THE McLENDON-CHISHOLM VOLUNTEER FIRE DEPARTMENT (MCVFD) AND THE CITY OF McLENDON-CHISHOLM TRANSFERRING OWNERSHIP OF MCVFD STATION 2 TO THE CITY

DRAFT

MOTION: APPROVE AN AMENDMENT TO THE AGREEMENT FOR FIRE PROTECTION SERVICES AND INTEGRATION BETWEEN THE McLENDON-CHISHOLM VOLUNTEER FIRE DEPARTMENT (MCVFD) AND THE CITY OF McLENDON-CHISHOLM TRANSFERRING OWNERSHIP OF MCVFD STATION 2 TO THE CITY

MADE BY: Council Member Kipphut
SECONDED: Council Member Dahl
APPROVED: Unanimously

6.6. DISUCSSION AND DIRECTION REGARDING THE FISCAL YEAR 19-20 BUDGET ADOPTION CALENDAR

City Administrator Palomba introduced this item. She presented a calendar outlining the dates needed in order to pass the budget in a timely manner.

NO ACTION

9. EXECUTIVE SESSION

9.1. Recess into Executive Session (Closed Meeting) in accordance with Texas Government Code: Section 551:071(2) Consultation with City Attorney on a matter in which the duty of the attorney to the government body under the Texas Disciplinary Rules of Professional Conduct of the State Bar of Texas clearly conflicts with this chapter regarding possible fire station location sites and options for placement and methods of placement of said fire station in the city limits.

Council adjourned into Executive Session at 8:54 p.m.

10. RECONVENE REGULAR MEETING

Council reconvened into regular session at 9:23 p.m.

11. EXECUTIVE SESSION ACTION

No Action

7. UPDATE, DISCUSSION AND DIRECTION TO STAFF

Mayor Short reported that tornado sirens are being looked at. He also stated he has assigned each new Council Member certain areas of responsibility.

8. COUNCIL MEMBER REPORTS AND ANNOUNCEMENTS

8.1. Mayor Short's announcements including events, area happenings, and general information

DRAFT

He spent last week in training regarding law enforcement in a school setting. He also stated he will be involved in a charity event next Saturday. Also, he will be involved in Baubles & Bags again this year in September. This charity benefits the Child Advocacy Center.

Mayor Short also reminded everyone to remember the upcoming July 4th celebration.

8.2. Mayor Pro Tem Bloom's announcements including Economic Development Advisory Panel and Emergency Services Corporation – Mayor Pro Tem Bloom Absent

8.3. Council Member Kipphut's announcements – None

8.4. Council Member Larkin's announcements including Veterans Memorial Brick Campaign Committee

Reported that brick sales have gotten off to a good start.

8.5. Council Member Woessner's announcements – None
Mm
8.6. Council Member Dahl's announcements

Would like to see more transparency regarding the budget.

10. ADJOURN

There being no further business to discuss, Mayor Short adjourned the meeting at 9:44 p.m.

ATTEST: APPROVED:

____________________________ ____________________________
Lisa Palomba, City Secretary Keith Short, Mayor

DRAFT

City of McLendon-Chisholm

Staff Report

Discussion and action regarding an Ordinance amending Chapter 11, Taxation, of the Code of Ordinances by adding a new section, 11.03, repealing the application of the exemption of sales tax for the sale of telecommunication services within the City of McLendon-Chisholm.

DATE:

June 25, 2019

BACKGROUND OF ISSUE:

The Texas Tax Code exempts municipalities from imposing local sales tax on telecommunication services unless a city repeals the exemption by ordinance. Thus, the City of McLendon-Chisholm does not currently collect sales tax from telecommunication services.

Texas Tax Code Excerpt:

The Texas Tax Code Sec. 321.210. Telecommunications Exemptions. (a) There are exempted from the taxes imposed under this chapter the sales within the municipality of telecommunication services unless the application of the exemption is repealed under this section.

Most cities in North Texas repealed the application of the sales tax exemption many years ago. A list of cities that have previously repealed the exemption and impose local sales tax on telecommunication services is attached to the packet.

FINANCIAL IMPACT:

Repealing the local sales tax exemption for telecommunication services will be an additional revenue source for the City. The Comptroller's Office closely protects the confidentiality of taxpayers so it is difficult to determine the amount that will be collected although any additional revenue will have a positive financial impact.

OPERATIONAL IMPACT:

City operations will not be impacted by repealing the sales tax exemption on telecommunication services. Any funds collected will be direct deposited with other sales tax collected by the Comptroller's Office. Once the ordinance is submitted to the Comptroller's Office, local sales tax will begin to be collected in approximately 3 months.

RECOMMENDATION:

Staff recommends approval of the ordinance.

Lisa Palomba, City Administrator

Cities That Impose Local Sales Tax on Telecommunications Services

City Name	Effective Date
Abilene	10/01/1987
Addison	10/01/1987
Alamo	07/01/2011
Alamo Heights	07/01/2019
Aledo	10/01/1987
Alice	10/01/1987
Allen	10/01/1989
Alpine	01/01/1988
Alvarado	01/01/2009
Alvin	04/01/2016
Amarillo	10/01/1987
Ames (Liberty Co.)	01/01/1988
Anna	01/01/2010
Andrews	10/01/1987
Angleton	10/01/1987
Angus	01/01/1988
Annetta	10/01/2014
Annetta North	07/01/1988
Annetta South	01/01/1988
Anthony	01/01/1988
Aransas Pass	01/01/2009
Archer City	04/01/2006
Arlington	10/01/1987
Aspermont	04/01/2005
Athens	10/01/1987
Atlanta	04/01/2012
Aubrey	01/01/1988
Austin	10/01/1987
Azle	01/01/1997
Balch Springs	07/01/1997
Balcones Heights	10/01/1987
Bandera	01/01/2009
Bangs	01/01/1988
Bartlett	01/01/1988

Cities That Impose Local Sales Tax on Telecommunications Services

City Name	Effective Date
Bartonville	01/01/1988
Bay City	10/01/1987
Bayou Vista	04/01/2000
Beaumont	10/01/1987
Bedford	10/01/1987
Beeville	01/01/1995
Bellevue	01/01/1990
Belton	10/01/1987
Benavides	01/01/1988
Benbrook	10/01/1987
Big Lake	04/01/1997
Big Spring	10/01/1987
Bishop	04/01/2016
Blooming Grove	04/01/2007
Blue Mound	10/01/1987
Borger	10/01/1987
Bonham	01/01/2004
Bovina	04/01/2003
Bowie	07/01/2019
Boyd (Wise Co.)	01/01/1988
Brazoria	04/01/1990
Breckenridge	10/01/1987
Brenham	01/01/1990
Bridge City	04/01/1991
Bronte	10/01/1987
Brownfield	07/01/1996
Brookshire	01/01/1988
Brookside Village	04/01/1997
Brownsville	04/01/1989
Brownwood	10/01/1987
Bryan	10/01/1987
Bulverde[1]	01/01/2010 - 12/31/2010, 01/01/2014
Burkburnett	10/01/1987
Burleson	10/01/1987

Cities That Impose Local Sales Tax on Telecommunications Services

City Name	Effective Date
Burton	04/01/2004
Cameron	01/01/1988
Canadian	04/01/1988
Canyon	10/01/1987
Carrizo Springs	10/01/1988
Carrollton	01/01/1991
Castle Hills	10/01/1987
Castroville	07/01/2009
Cedar Hill	10/01/1987
Cedar Park	10/01/1987
Celeste	01/01/1988
Celina	04/01/2013
Center	10/01/1987
Chandler	07/01/1988
Childress	10/01/1987
China	10/01/1988
Cibolo	07/01/1988
Cisco	10/01/1987
Clarendon	10/01/1987
Claude	10/01/1987
Clear Lake Shores	01/01/1990
Cleburne	04/01/1988
Cleveland	01/01/1988
Clint	10/01/1987
Cockrell Hill	10/01/2018
Coffee City	07/01/2011
Coldspring	01/01/1988
College Station	01/01/1997
Colleyville	01/01/1989
Colmesneil	10/01/1987
Colorado City	10/01/1987
Commerce	10/01/1995
Conroe	10/01/1987
Converse	01/01/1988

Cities That Impose Local Sales Tax on Telecommunications Services

City Name	Effective Date
Coppell	01/01/1992
Copper Canyon	07/01/1988
Copperas Cove	01/01/1988
Corpus Christi	10/01/1987
Corinth	01/01/2003
Corrigan	04/01/1988
Corsicana	04/01/1988
Cottonwood Shores	10/01/1998
Cotulla	10/01/2005
Coupland	10/01/2014
Crane	10/01/1987
Crosbyton	10/01/1987
Crowell	01/01/2015
Crowley	10/01/1987
Cuero	01/01/2010
Cumby	04/01/1988
Cuney	10/01/1994
Cut and Shoot	07/01/2007
Daingerfield	10/01/1987
Dalhart	10/01/1987
Dallas	10/01/1987
Dalworthington Gardens	10/01/1987
Danbury	10/01/2010
De Leon	07/01/1995
Decatur	10/01/1987
Deer Park	01/01/1988
Denison	10/01/2003
Denton	10/01/1987
Deport	10/01/2009
DeSoto	10/01/1987
Devers	01/01/2018
Devine	10/01/1987
Dickinson	01/01/1988
Dish	10/01/2016

Cities That Impose Local Sales Tax on Telecommunications Services

City Name	Effective Date
Donna	10/01/2018
Double Oak	04/01/1988
Driscoll	01/01/1988
Duncanville	10/01/1987
Eagle Lake	01/01/2017
Eagle Pass	10/01/1987
Early	10/01/2005
East Mountain	04/01/1988
Eastland	01/01/1989
Easton	10/01/2015
Edcouch	04/01/1990
Eden	01/01/1988
Edgecliff Village	10/01/1987
Edinburg	07/01/1988
Edna	01/01/1993
El Campo	10/01/1987
El Paso	10/01/1987
Eldorado	10/01/1987
Electra	04/01/1988
Elgin	07/01/1988
Elsa	01/01/2016
Emory	10/01/2004
Encinal	07/01/2010
Ennis	01/01/2003
Escobares	10/01/2011
Euless	10/01/1987
Everman	04/01/1988
Fairview	04/01/2005
Farmers Branch	10/01/1987
Farmersville	10/01/1987
Fate	10/01/1987
Ferris	01/01/2018
Flower Mound	07/01/1988
Floydada	10/01/1987

Cities That Impose Local Sales Tax on Telecommunications Services

City Name	Effective Date
Forest Hill	10/01/1987
Fort Stockton	10/01/1987
Fort Worth	10/01/1987
Fredericksburg	10/01/1987
Freeport	10/01/1987
Frisco	01/01/1990
Fritch	01/01/2008
Fulshear	04/01/2011
Gainesville	10/01/1987
Galveston	04/01/1989
Ganado	10/01/1987
Garland	10/01/1987
George West	10/01/1987
Georgetown	10/01/1988
Glen Rose	10/01/1987
Goliad	10/01/1987
Gonzales	10/01/1987
Gordon (Palo Pinto Co.)	10/01/1987
Gorman	10/01/1995
Graford	01/01/1989
Granbury	10/01/2017
Grandfalls	07/01/2009
Grandview	01/01/2010
Grand Prairie	10/01/1987
Grapevine	10/01/1987
Granite Shoals	10/01/2014
Greenville	01/01/1989
Gregory	01/01/1988
Groesbeck	01/01/1988
Groom	01/01/1988
Groves	10/01/1987
Gruver	10/01/1987
Gun Barrel City	04/01/2008
Gunter	01/01/2012

Cities That Impose Local Sales Tax on Telecommunications Services

City Name	Effective Date
Hale Center	10/01/1987
Hallsburg	01/01/1988
Haltom City	04/01/1988
Hamilton	10/01/1987
Happy	10/01/1987
Harlingen	01/01/1993
Haskell	10/01/1987
Haslet	10/01/1987
Heath	10/01/1987
Hedwig Village	01/01/2018
Helotes	01/01/2009
Henderson	01/01/2013
Henrietta	07/01/1989
Hewitt	01/01/2005
Hico	01/01/2011
Higgins	04/01/2017
Highland Park	10/01/1987
Highland Village	07/01/2016
Hillsboro	10/01/2006
Hitchcock	10/01/2004
Hollywood Park	01/01/1988
Hooks	04/01/2000
Horizon City	01/01/1991
Houston	10/01/1987
Hubbard	10/01/1988
Hudson	04/01/1988
Hudson Oaks	10/01/1987
Hughes Springs	01/01/2018
Humble	04/01/2016
Hunters Creek Village	10/01/1987
Huntsville	01/01/1988
Hurst	10/01/1987
Hutchins	10/01/1987
Ingleside	01/01/1988

Cities That Impose Local Sales Tax on Telecommunications Services

City Name	Effective Date
Iowa Park	04/01/1988
Irving	01/01/1989
Jacksonville	10/01/1987
Jefferson	10/01/2009
Jersey Village	10/01/1987
Jewett	01/01/2009
Jonestown	10/01/1988
Joshua	10/01/1987
Jourdanton	10/01/1987
Karnes City	04/01/1988
Katy	10/01/1987
Kaufman	01/01/1988
Keene	07/01/2008
Keller	10/01/1987
Kemah	10/01/1987
Kenedy	10/01/1987
Kennedale	01/01/1992
Kerens	07/01/1988
Kermit	01/01/1988
Kilgore	10/01/1987
Killeen	10/01/1987
Kirby	07/01/2014
Kosse	07/01/2013
Knox City	01/01/1988
Krum	10/01/2015
Kyle	07/01/1988
Ladonia	10/01/2012
La Feria	01/01/1988
La Grange	01/01/2018
La Joya	07/01/1989
La Marque	07/01/1990
La Ward	01/01/1989
Lake Dallas	10/01/1987
Lake Worth	10/01/1987

Cities That Impose Local Sales Tax on Telecommunications Services

City Name	Effective Date
Lakeport	01/01/1990
Lakewood Village	01/01/2010
Lakeside (Tarrant Co.)	01/01/1988
Lakeway	10/01/1987
Lamesa	10/01/2006
Lancaster	10/01/1987
Laredo	10/01/1987
Leon Valley	10/01/1987
League City	01/01/2017
Levelland	10/01/1987
Lewisville	01/01/1988
Liberty (Liberty Co.)	10/01/1987
Liberty Hill	01/01/2011
Lindsay	01/01/2019
Little Elm	01/01/1993
Littlefield	10/01/1987
Live Oak	01/01/1995
Livingston	10/01/2010
Llano	01/01/1988
Lockhart	10/01/1987
Lockney	10/01/1987
Lometa	01/01/2004
Lone Oak	04/01/1997
Longview	04/01/1988
Lorena	10/01/2004
Lubbock	10/01/1987
Lufkin	10/01/1991
Lumberton	01/01/1998
Malakoff	07/01/1995
Manor	10/01/1987
Mansfield	10/01/1987
Marble Falls	01/01/1988
Marfa	10/01/1987
Marlin	04/01/2007

Cities That Impose Local Sales Tax on Telecommunications Services

City Name	Effective Date
Marquez	01/01/2009
Marshall	10/01/1987
Mason	10/01/1987
Mathis	10/01/1987
Maypearl	01/01/2014
McAllen	10/01/1987
McCamey	07/01/1988
McKinney	10/01/1987
McLean	10/01/1987
Meadows Place	10/01/1995
Melissa	01/01/2009
Memphis	10/01/1987
Mercedes	01/01/1988
Merkel	04/01/2003
Mesquite	10/01/1987
Mexia	10/01/1987
Midland	10/01/1987
Midlothian	04/01/2003
Mineral Wells	10/01/1988
Mingus	10/01/1987
Mission	01/01/1988
Missouri City	01/01/1988
Monahans	10/01/1987
Montgomery	07/01/2003
Morgan's Point	01/01/2010
Morgan's Point Resort	04/01/2012
Morton	10/01/1987
Mount Pleasant	10/01/1987
Mount Vernon	10/01/1987
Muleshoe	10/01/1987
Munday	10/01/1987
Mustang	01/01/1988
Nacogdoches	10/01/1990
Nassau Bay	10/01/2011

Cities That Impose Local Sales Tax on Telecommunications Services

City Name	Effective Date
Natalia	04/01/2015
New Berlin	04/01/1988
New Boston	01/01/2000
New Braunfels	01/01/1989
New Summerfield	01/01/1988
Niederwald	10/01/2003
Nocona	04/01/2019
Nolanville	07/01/2010
North Richland Hills	10/01/1987
Nome	01/01/1988
Oak Leaf	04/01/2009
Oak Point	10/01/2003
Oak Ridge (Cooke Co)	04/01/1988
Oak Ridge (Kaufman Co)	04/01/2018
Oak Ridge North	10/01/1987
Odem	01/01/1988
Odessa	10/01/1987
O'Donnell	10/01/1990
Olney	10/01/1987
Orange	01/01/1988
Orchard	07/01/1988
Overton	04/01/1988
Ovilla	10/01/2007
Palacios	01/01/1991
Palestine (Anderson Co.)	01/01/1988
Palmer	01/01/1988
Palm Valley	01/01/1997
Palmhurst	10/01/2007
Palmview	10/01/2007
Pampa	10/01/1987
Panorama Village	04/01/2010
Panhandle	10/01/1987
Pantego	07/01/1988
Paris	10/01/1987

Cities That Impose Local Sales Tax on Telecommunications Services

City Name	Effective Date
Pasadena	10/01/1987
Payne Springs	07/01/2007
Pearland	10/01/1987
Pecos City	07/01/2014
Pearsall	10/01/1987
Pelican Bay	10/01/2004
Petrolia	04/01/1998
Pharr	04/01/1988
Pilot Point	10/01/1994
Pinehurst (Orange Co)	10/01/1987
Piney Point Village	10/01/1987
Pittsburg	07/01/2010
Plainview	10/01/1987
Plano	10/01/1987
Point Comfort	10/01/1987
Ponder	10/01/1987
Port Arthur	04/01/1988
Port Isabel	04/01/1988
Port Neches	10/01/1987
Pottsboro	10/01/2005
Prairie View	04/01/1988
Presido	01/01/2010
Princeton	10/01/1987
Progreso	07/01/2002
Progreso Lakes	07/01/1988
Prosper	01/01/2015
Quinlan	01/01/1988
Ralls	10/01/1987
Ranger	10/01/1987
Rankin (Upton Co.)	01/01/1988
Red Oak	10/01/2017
Reno (Lamar Co.)	10/01/2005
Richardson	01/01/1991
Richland Hills	01/01/1989

Cities That Impose Local Sales Tax on Telecommunications Services

City Name	Effective Date
Riesel	04/01/2003
Rio Grande City	07/01/2011
Rio Hondo	01/01/2004
River Oaks	10/01/1987
Riverside	10/01/2004
Roanoke	04/01/1988
Robert Lee	10/01/1987
Robinson	10/01/2004
Roby	01/01/1988
Rockport	10/01/1987
Rockwall	10/01/1987
Roma	07/01/2011
Roscoe	10/01/1987
Rollingwood	10/01/2003
Rosenberg	07/01/1992
Rotan	10/01/1987
Round Rock	01/01/1992
Rowlett	10/01/1987
Royse City	10/01/1987
Runaway Bay	01/01/1988
Rusk	10/01/1987
Sachse	01/01/1995
Saginaw	10/01/1987
Saint Jo	01/01/1998
Salado	01/01/2011
San Angelo	01/01/1989
San Antonio	10/01/1987
San Diego	10/01/1987
San Juan (Hidalgo Co.)	04/01/1989
San Marcos	10/01/1987
San Saba	07/01/2004
Sansom Park	01/01/1988
Santa Anna	01/01/2001
Santa Fe	01/01/2003

Cities That Impose Local Sales Tax on Telecommunications Services

City Name	Effective Date
Schertz	01/01/1990
Seabrook	01/01/1988
Seagoville	01/01/1997
Seagraves	10/01/2014
Seguin	10/01/2007
Seminole	10/01/1987
Seven Points	10/01/1987
Seymour	10/01/1987
Shamrock	10/01/1987
Shenandoah	07/01/2015
Silsbee	01/01/1992
Simonton	01/01/2002
Sinton	10/01/1987
Skellytown	10/01/1987
Slaton	10/01/1987
Smithville	01/01/1988
Snyder	10/01/1987
Somerset	04/01/2013
Sonora	10/01/1987
Sour Lake	10/01/1987
Southmayd	10/01/1994
Spearman	10/01/1987
Stamford	10/01/1987
Stanton	10/01/1987
Stephenville	01/01/1989
Stinnett	10/01/1987
Stockdale	04/01/2012
Strawn	10/01/1987
Streetman	10/01/2014
Sugar Land	01/01/1992
Sullivan City	10/01/2008
Sulphur Springs	07/01/1988
Sun Valley	04/01/1991
Sundown	10/01/1987

Cities That Impose Local Sales Tax on Telecommunications Services

City Name	Effective Date
Sunset Valley	01/01/1988
Sweeny	07/01/1988
Sweetwater	10/01/1987
Tatum	10/01/1987
Taylor	04/01/1988
Temple	04/01/1989
Terrell	04/01/1988
Texarkana	01/01/1988
Texas City	01/01/1993
Three Rivers	10/01/1987
Tiki Island	04/01/2000
Timpson	01/01/2011
Tolar	07/01/2000
Trophy Club	04/01/1989
Tye	10/01/1987
Tyler	01/01/1988
University Park	10/01/1987
Van Alstyne	01/01/2015
Venus	01/01/2009
Vernon	10/01/1987
Victoria	10/01/1987
Vidor	10/01/1987
Village of the Hills	10/01/2010
Von Ormy	10/01/2009
West University Place	10/01/1987
Waco	10/01/1987
Wake Village	01/01/2000
Walnut Springs	04/01/2010
Watauga	01/01/1990
Waxahachie	10/01/1987
Weatherford	10/01/1987
Webberville	01/01/2004
Webster	10/01/1987
Weimer	04/01/1997

Cities That Impose Local Sales Tax on Telecommunications Services

City Name	Effective Date
Weslaco	01/01/1988
West	01/01/2012
West Orange	07/01/2013
West Tawakoni	01/01/1997
Westlake	10/01/1995
Wharton	10/01/1987
White Settlement	10/01/1987
White Oak	04/01/2009
Wichita Falls	01/01/1988
Willow Park	10/01/1987
Wimberley	04/01/2008
Wills Point	01/01/1988
Windthorst	01/01/1989
Wink	01/01/1988
Winnsboro	10/01/1987
Winters	10/01/1987
Wolfforth	10/01/1987
Woodway	04/01/1995
Woodville	10/01/1987
Yorktown	07/01/1989

https://comptroller.texas.gov/taxes/publications/94-132.php

SALES TAX ON TELECOMMUNICATIONS SERVICES

Telecommunications services between locations in Texas are subject to state and local sales tax, whereas most interstate telecommunications services are only subject to state sales tax. Mobile telecommunications services are subject to state and local sales tax based on the place of primary use.

"Telecommunications services" is broadly defined as electronic transmission or reception of sounds, data, and information and is not limited to current technology. The definition includes newer methods of sending and receiving signals that may be introduced in the future.

Telecommunications services that are subject to both state and local sales tax include such things as:

- basic local exchange service
- installation and service connection fees
- intrastate long-distance telephone calls
- call waiting
- call forwarding
- paging
- intrastate coin-operated telephones
- mobile telephone service
- facsimile (FAX) service
- mobile radio service
- equipment rented or leased to the customer in connection with a telecommunications service

Interstate long-distance telephone calls that originate from and that are billed to a telephone number or billing or service address in Texas are only subject to state sales tax. (Mobile telecommunications services are not considered interstate long-distance telephone calls, and the tax treatment is explained below).

Some telecommunications services are not taxable, such as services purchased for resale and interstate long-distance telephone calls that originate outside of Texas.

Bills and Invoices

On bills and invoices, charges for taxable telecommunications services must be separately stated from charges for non-taxable services. If these charges are not separately stated, then the total charge may be taxable. Hotels, motels, and owners and lessors of office or residential developments that contract and pay for telecommunications services to resell those services to their guests or tenants are required to collect sales tax on their charges for telecommunications services.

Telecommunications Equipment

A telecommunications service provider must pay tax on equipment that it uses to provide the taxable service and that it does not transfer to its customers. If the equipment is transferred to a customer as part of the taxable service, however, the service provider can give its supplier a resale certificate in lieu of tax. For example, a telephone company must pay tax on switches it uses to provide service, but can buy automatic dialers tax-free if those dialers are given to customers as part of the service.

Local Sales Tax

The governing body of a city, county, transit authority, or special purpose district may vote to impose local sales tax on telecommunications services, but not on interstate long-distance telephone calls.

The local sales tax is based on where the call originates. If the origin of the call cannot be determined, the local tax is based on where the call is billed. Local sales tax on mobile telecommunications services is determined differently.

Mobile Telecommunications Services

Beginning with billing cycles on or after August 1, 2002, state and local sales taxes on mobile telecommunications services - such as cell phone and paging services - are based on the customer's street address. A customer who buys mobile telecommunications services for use by another person, such as a child going to college or an employee at a different location, pays state and local sales taxes based on the user's street address.

Because of this new law, the location from which a mobile call originates or terminates is no longer a factor. Texas customers pay state sales and local sales tax on all mobile telecommunications services, including charges for calls made while traveling outside of Texas. Texas customers owe local sales tax if their place of primary use is inside a city, county, special purpose district, or transit authority that imposes sales tax on telecommunications services. Out-of-state customers do not owe Texas taxes.

94-132
(10/02)

CITY OF MCLENDON-CHISHOLM
ORDINANCE NO. 2019-

AN ORDINANCE OF THE CITY COUNCIL OF MCLENDON-CHISHOLM, TEXAS, AMENDING CHAPTER 11, TAXATION, OF THE CODE OF ORDINANCES OF THE CITY OF MCLENDON-CHISHOLM, TEXAS BY ADDING A NEW SECTION 11.03 REPEALING THE APPLICATION OF THE EXEMPTION FROM THE SALE OF TELECOMMUNICATION SERVICES WITHIN THE CITY OF MCLENDON-CHISHOLM, TEXAS; PROVIDING A SEVERABILITY CLAUSE; PROVIDING FOR PUBLICATION AND AN EFFECTIVE DATE.

WHEREAS, the City Council of the City of McLendon-Chisholm (the "City") seeks to provide for the health, safety, and welfare of its residents; and

WHEREAS, Section 321.210(a) of the Texas Tax Code exempts from municipal sales and use taxes sales within a municipality of telecommunications services unless the application of the exemption is repealed; and

WHEREAS, section 321.210(b) of Texas Tax Code permits the governing body of a municipality by ordinance adopted by a majority vote and in the manner required for the adoption of other ordinances to repeal the application of the sales and use tax exemption for telecommunications services sold within the municipality; and

WHEREAS, the City Council finds that a repeal of the telecommunications sales and use tax exemption as described by Section 321.210(a) of the Tax Code is in the best interest of the health, safety, and welfare of its citizens;

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF MCLENDON-CHISHOLM, TEXAS:

SECTION 1. That the Code of Ordinances is hereby amended by the addition of Section 11.03 thereto, which shall read as follows:

"**§11.03 TAXATION OF TELECOMMUNICATIONS SERVICES**.

(A) The application of the telecommunications sales and use tax exemption created by Texas Tax Code Section 321.210 is hereby repealed.

(B) A tax is hereby authorized on all telecommunication services sold within the City of McLendon-Chisholm, Texas. For purposes of this section, the sale of telecommunications services is consummated at the location of the telephones or other telecommunications device from which the call or other communications originates. If the point of origin cannot be determined, the sale is consummated at the address to which the call or other communication is billed.

(C) The rate of the tax imposed by this section shall be the same as the rate imposed by the City of McLendon-Chisholm, Texas, for all other local sales and use taxes as authorized by the legislature of the State of Texas.

(D) The City Secretary shall forward to the Comptroller of the State of Texas by United States certified or registered mail a copy of this ordinance along with a copy of the minutes of the City Council's vote and discussion on this ordinance.

(E) The repeal of the exemption and the imposition of the tax shall become effective 10 after publication of the ordinance caption in the City of McLendon-Chisholm official newspaper."

SECTION 2. Savings. All rights and remedies which have accrued in favor of the City under this Ordinance and amendments thereto shall be and are preserved for the benefit of the City.

SECTION 3. Severability. If any section, subsection, sentence, clause, phrase or portion of this Ordinance is for any reason held invalid, unconstitutional or otherwise unenforceable by any court of competent jurisdiction, such portion shall be deemed a separate, distinct, and independent provision and such holding shall not affect the validity of the remaining portions thereof.

SECTION 4. This ordinance shall be cumulative of all provisions of ordinances and of the Code of Ordinances of the City of McLendon-Chisholm, as amended, except where the provisions of this Ordinance are in direct conflict with the provisions of such ordinances and such codes, in which event the conflicting provision of such ordinance and such codes are hereby repealed.

SECTION 5. It is the intent of the City Council of the City of McLendon-Chisholm, Texas, that the provisions of this Ordinance shall be codified in the City's official Code of Ordinances as provided hereinabove.

SECTION 6. The Recitals are incorporated herein by reference as if fully recited and made a part of this ordinance for all purposes.

SECTION 7. Publication and Effective Date. The City Secretary shall cause this Ordinance, or its caption, to be published in the official newspaper of the City of McLendon-Chisholm, upon passage of such Ordinance. The Ordinance shall become effective ten (10) days after publication.

DULY PASSED and approved by the City Council of the City of McLendon-Chisholm, Texas on this the 25th day of June 2019.

APPROVED:

____
Keith Short, Mayor

ATTEST:

____
Lisa Palomba, City Secretary

North East Texas Inspections

638 Chisholm Ranch Dr. Rockwall, Texas 75032, 972-998-3415

There were 5 new single family residential home permits issued in May, 2019. The attached addendum reflects the home address, valuation, square footage and name of the Builder.

There were 11 new accessory projects permitted including single trades, swimming pools, outdoor living, shop buildings and other accessory endeavors that are also attached.

Thank you for choosing North East Texas Inspections for your Building Services provider.

May 2019

David Ellis, Building Official

May 2019 New SFR	Valuation	Square ft.	Fee	Builder
1783 Amalfi revision			$ 125.00	Altura
1793 Amalfi revision			$ 125.00	Altura
1766 Amalfi revision			$ 125.00	Altura
1360 Arezzo	$ 457,876.00	4976	$ 1,025.00	castlerock
1369 arezzo	$ 278,250.00	3975	$ 1,025.00	castlerock
1372 Arezzo	$ 246,050.00	3515	$ 1,025.00	castelrock
1366 Arezzo	$ 319,830.00	4569	$ 1,025.00	castlerock
1348 Arezzo	$ 254,730.00	3639	$ 1,025.00	castlerock
			$ 5,500.00	

Accessory permits May 2019	Project	Valuation	Fee
1217 springs way	pool	$ 46,106.00	$375.00
712 kensington	patio cover	$800.00	$150.00
1601 firenza crt.	pool	$75,000.00	$375.00
1061 kingsbridge	HVAC replacement	$13,266.00	$75.00
516 Highwater crossing	Garage	$47,000.00	$225.00
704 Kensington	Garage	$15,000.00	$300.00
500 highwater crossing	electrical	$1,000.00	$75.00
1442 Sienna Ln.	patio kitchen	$32,000.00	$375.00
905 yorkhouse	patio cover	$4,500.00	$150.00
255 quail creek	HVAC replacement	$15,571.00	$75.00
23 Fireside dr.	retaining wall	$28,071.00	$225.00
			$2,400.00

May 2019 Onsite inspections actual

1742 amalfi	final co
630 klutts	final co
1122 cambridge	t-pole
505 Wild geese	garage final
1251 livorno	pool final
1250 S. Hwy 205	electric panel change
1783 amalfi	t-pole
1789 amalfi	plmbg rough
1795 amalfi	plmbg rough
1303 arezzo	plmbg rough
1496 corrara	gas and electric
1718 amalfi	final co
1748 amalfi	final co
1303 arezzo	plmbg rough
1111 oxford	elect meter
1122 cambridge	frame mep
820 abington	driveway
236 harvest ridge	pool elect.
1496 corrara	gas and electric
825 abington	piers
232 pleasant hill	deck and bond
1122 cambridge	frame mep
1414 wells cir.	belly steel
820 abington	driveway
825 abington	piers
501 wild geese crt.	pool gas
501 wild geese crt.	undergrnd elect.
508 wild geese crt.	pool gas
825 abington	piers
269 phesant hill	frame mep
114 windsor	plmbg rough
500 highwater	elect
1766 amalfi	t-pole
1772 amalfi	t-pole
1778 amalfi	t-pole
1784 amalfi	t-pole
1789 amalfi	flatwork
1795 amalfi	flatwork
1795 amalfi	flatwork
1789 amalfi	flatwork
1783 amalfi	plmbg rough
1772 amalfi	plmbg rough
1778 amalfi	plmbg rough
1784 amalfi	plmbg rough
516 highwater	foundation
269 phesant hill	frame mep

114 windsor	plmbg rough
1251 livorno	pool final
1414 wells cir.	undergrnd elect.
1601 firenza	belly steel
114 WINDSOR	PLMB ROUGH
3063 FM 550	foundation
1766 amalfi	t-pole
1790 amalfi	t-pole
1802 amalfi	t-pole
1303 arezzo	t-pole
1321 arezzo	t-pole
1766 amalfi	plmbg rough
1790 amalfi	flatwork
1772 amalfi	flatwork
1778 amalfi	flatwork
1784 amalfi	flatwork
1431 arezzo	pool final
1431 siena	pool final
1158 lucca	gas and electric
1152 lucca	gas and electric

City of McLendon-Chisholm
Operating Fund Financial Summary
For the Eighth Month Ended May 31, 2019

	Current Period Revenue & Expenditures				Prior Period Revenue & Expenditures				
	May 2019 Actuals	Current YTD Actuals	% of Budget Current YTD	FY 2018-2019 Budget	May 2018 Actuals	Current YTD Actuals	% of Budget Current YTD	FY 2017-2018 Amended Budget	FY 2017-2018 Actual
Revenue									
301 · SpringFest	-	-	- %	$ -	-	-	- %	$ -	$ -
302 · Franchise Income	7,690	144,446	93%	154,830	12,010	126,191	81%	154,839	159,914
303 · Development Income	-	13,430	46%	29,000	3,822	95,314	83%	114,314	96,764
304 · Building Permit Income	26,557	202,815	41%	492,419	62,483	335,963	65%	514,577	570,038
305 Municipal Court Income	1,500	1,859	620%	300		2,118	105%	2,012	2,118
306 · Interest Income	1,810	11,779	- %	-	1,296	5,602	- %	-	10,445
307 · Sign Permit Income		100	- %	-		-	- %	-	-
308 · Septic Fees		5,300	30%	17,885	1,650	12,550	70%	17,885	19,900
309 Food Enforcement		1,050	175%	600	-	900	105%	855	900
310 · Sales Tax Revenue	17,629	131,887	85%	154,603	19,290	108,493	70%	154,603	206,341
311 · PID Admin Expense Reimbursement		690	- %	4,750	150	150	3%	4,750	150
312 · Sewer Utility Admin Reimbursement		-	- %	-		-	- %	-	-
313 · Donations		1,449	290%	500		-	- %	-	210
314 · Copies Public Inf. Income	15	133	- %	-	203	203	- %	-	203
315 · Miscellaneous Income		-	- %	-	68,142	69,928	- %	1,763	69,928
317 · Ad Valorem Tax	3,866	382,237	109%	350,579	3,726	342,564	100%	341,183	346,822
318 · Tax Certifications	4	64	- %	-	-	8	- %	-	8
320 - NSF Fee Revenue		-	- %	-	-	8	- %	-	8
321 · Credit Card Fee Revenue	28	486	32%	1,501	109	1,451	109%	1,328	1,529
Total Revenue	$ 59,098	$ 897,724	74%	$ 1,206,967	$ 172,880	$ 1,101,443	84%	$ 1,308,109	$ 1,485,277
Expenditures									
Operating Expenditures									
401 · Municipal Court	$ -	$ 7	- %	$ 1,515	$ -	$ 960	95%	$ 1,008	$ 1,515
402 · Election Expense	12,069	12,069	- %	10,000	-	$ -	0%	11,000	8,580
404 · Citation Delivery		-	- %	-		$ -	0%	79	-
410 · Building Inspections	11,619	70,444	45%	155,818	7,850	$ 71,827	39%	186,040	117,752
411 · Environment Regulation Expense	200	4,945	47%	10,465		$ 5,815	55%	10,519	9,905
415 · Section 380 Grant Program	-	-		-	-	$ -	- %	-	1,931
416 · Bad Debt	-	-		-	-	$ -	- %	-	20,620
418 · Membership Fees		1,556	52%	3,000		$ 2,620	95%	2,751	3,840

City of McLendon-Chisholm
Operating Fund Financial Summary
For the Eighth Month Ended May 31, 2019

	Current Period Revenue & Expenditures				Prior Period Revenue & Expenditures				
	May 2019 Actuals	Current YTD Actuals	% of Budget Current YTD	FY 2018-2019 Budget	May 2018 Actuals	Current YTD Actuals	% of Budget Current YTD	FY 2017-2018 Amended Budget	FY 2017-2018 Actual
422 · Public Notice Expense	1,865	10,294	459%	2,243		$ 1,005	109%	918	3,463
423 · Community Functions		156	3%	5,464	1,064	$ 1,781	99%	1,803	1,781
426 · Appraisal District Collection	1,569	4,797	82%	5,883		$ 2,942	48%	6,178	5,883
430 · Public Safety	35,711	160,476	43%	375,211	783	$ 7,075	7%	100,192	116,417
Total 400 Operating Expenditures	63,032	264,744	46%	569,599	$ 9,697	$ 94,024	29%	$ 320,488	$ 291,687
Occupancy Expenditures									
502 · Electricity	182	$ 1,669	43%	$ 3,915	202	$ 2,538	54%	$ 4,661	$ 3,712
506 · Water	268	2,316	26%	8,952	670	$ 5,972	60%	9,928	8,892
510 · Propane Gas		-	0%	788	-	$ -	0%	788	-
514 · Building Maint/Improvements	917	8,809	164%	5,356	448	$ 3,939	57%	6,907	6,145
516 · Lawn Maintenance	685	5,480	67%	8,144	1,094	$ 6,089	60%	10,131	8,829
517 - Council Meeting Expenses		-	- %	-	-	$ -	- %	-	-
518 · Janitorial		40	1%	4,181	360	$ 3,642	63%	5,736	4,281
520 · Telephone & Internet	464	3,874	51%	7,593	655	$ 5,173	65%	7,902	7,444
521 · iPad Data Plan	-	-	- %	-	-	$ -	- %	-	-
522 · Website Expense	-	598	50%	1,202	-	$ 217	95%	228	1,826
Total 500 Occupancy Expenditures	$ 2,516	22784.39	57%	$ 40,131	$ 3,429	$ 27,570	60%	$ 46,281	$ 41,130
General & Administrative Expenditures									
601 · Architect Fee	$ -	$ -	- %	$ -	$ -	$ -	- %	$ -	$ -
602 · County Clerk Ordinance Filings		-	- %	-		-	- %	-	-
603 · Citizen Recognition	-	-	0%	500	-	-	0%	500	-
604 · Municipal Manuals, Books & Maps	-	70	1%	12,803	-	1,022	95%	1,073	1,022
606 · Employee Costs	16,613	126,186	63%	199,218	24,271	148,813	59%	250,371	247,144
618 · Liability Insurance	78	5,872	64%	9,227	-	6,780	95%	7,120	9,896
619 · Software Subscriptions	393	17,001	113%	15,000	1,233	2,121	102%	2,081	7,757
621 · IT Support	1,050	2,825	57%	5,000	225	1,980	65%	3,024	2,880
622 · Office Supplies - City Hall	147	2,540	81%	3,124	116	2,754	65%	4,221	3,195
623 · Office Equipment	799	2,265	85%	2,655	189	1,851	68%	2,735	2,654
624 · Office Equip Maintenance	80	1,243	44%	2,798	-	1,598	61%	2,625	5,614

City of McLendon-Chisholm
Operating Fund Financial Summary
For the Eighth Month Ended May 31, 2019

	Current Period Revenue & Expenditures				*Prior Period Revenue & Expenditures*				
	May 2019 Actuals	Current YTD Actuals	% of Budget Current YTD	FY 2018-2019 Budget	May 2018 Actuals	Current YTD Actuals	% of Budget Current YTD	FY 2017-2018 Amended Budget	FY 2017-2018 Actual
625 · Printed Materials	-	**1,383**	**92%**	**1,502**	-	1,126	41%	2,732	2,192
626 · Postage-City Hall	**58**	**3,079**	**88%**	**3,491**	31	3,327	75%	4,451	3,485
627 - County Plat Expense		**-**			-	150	95%	158	150
628 · Bank Fees	**103**	**1,221**	**121%**	**1,010**	86	1,329	74%	1,801	1,600
630 · Legal & Professional		**-**				-			
63001-Accounting & Payroll services	**4,752**	**42,201**	**84%**	**50,000**	6,440	39,180	63%	62,000	64,129
63002 - Financial Audit	-	**9,500**	**63%**	**15,000**		8,800	100%	8,800	8,800
63003 - Legal	**3,910**	**28,210**	**23%**	**124,000**	(45,879)	76,206	63%	121,653	116,007
63005 - City Planner	**2,430**	**37,807**	**143%**	**26,376**	125	22,061	85%	25,980	41,157
63008 - Financial Consulting	**3,168**	**14,556**	**- %**	**-**		-	0%	-	-
633 · Penalties & Fees		**32**	**- %**	**-**	-	-	- %	-	-
634 · Storage	-	**-**	**- %**	**-**	-	-	0%	1,045	-
645 · Transcription Services	-	**3,104**	**- %**	**-**	-	1,238	95%	1,300	1,238
646 · Mileage Expense	-	**180**	**17%**	**1,052**	34	916	95%	961	950
647 · Council Meetings & Development	**150**	**203**	**5%**	**3,996**	167	1,248	85%	1,463	1,369
648 · Training	**40**	**2,818**	**56%**	**5,000**	175	3,667	100%	3,666	6,377
649 · Expense Account - City Administrator	-	**-**	**0%**	**126**	-	-	0%	126	-
650 · Expense Account - Mayor	-	**-**	**0%**	**105**	-	-	0%	105	-
652 · Staff Appreciation	-	**760**	**380%**	**200**	-	-	0%	105	29
655 · Code of Ordinance	-	**1,000**	**13%**	**8,000**	-	1,000	7%	14,100	1,375
699 · Miscellaneous Expense	**246**	**246**	**164%**	**150**	-	98	95%	103	98
Total G & A Expenditures	**$ 34,017**	**304,302**	**62%**	**$ 490,333**	$ (12,787)	$ 327,263	62%	$ 524,299	$ 529,118
700 · Capital Expenditures - Public Safety	**12,556**	**$ 87,455**	**146%**	**$ 60,000**	$ 3,325		0%	$ 223,950	$ 250,341
700 · Capital Expenditures - Operating	**$ 9,500**	**$ 19,400**	**61%**	**$ 32,000**		9,491	35%	$ 27,000	$ 17,166
Total Capital Expenditures	**$ 22,056**	**$ 106,855**	**116%**	**$ 92,000**	$ 3,325	$ 9,491	4%	$ 250,950	$ 267,507
Total Expenditures	**$ 121,621**	**$ 698,685**	**59%**	**$ 1,192,063**	$ 3,665	$ 458,348	40%	$ 1,142,018	$ 1,129,442
Surplus (Deficit)	**$ (62,523)**	**$ 199,038**	**1335%**	**$ 14,904**	$ 169,216	$ 643,095	387%	$ 166,091	$ 355,835

City of McLendon-Chisholm
Utility Fund Financial Summary
For the Eighth Month Ended May 31, 2019

	Current Period Revenue & Expenditures				Prior Period Revenue & Expenditures				
	May 2019 Actuals	Current YTD Actuals	% of Budget Current YTD	FY 2017-2018 Budget	May 2018 Actuals	Current YTD Actuals	% of Budget Current YTD	FY 2017-2018 Amended Budget	FY 2017-2018 Actual
Revenue									
306 · Interest Income	$ 826	$ 6,136	118%	$ 5,206	$ 587.97	$ 2,882	61%	$ 4,755	5,522
Sewer Utility Revenue						$ -			
32200 · Sewer Usage Fees	15,001	140,072	88%	159,653	13,101	$ 106,154	67%	159,518	159,079
32201 · Sewer Tap Fees	12,000	69,000	37%	189,000	27,000	$ 126,000	67%	189,000	219,000
32204 · Sewer Deposit Refunds	(70)	(803)	52%	(1,540)	-	$ (1,525)	100%	(1,525)	(1,720)
32206 · Sewer Warranty Reimbusements	-	-	- %	-	-	$ -	- %	-	-
Total Revenue	27,757	$ 214,405	61%	$ 352,319	40,689	$ 233,510	66%	$ 351,748	381,881
Expenditures									
Operation & Maintenance Expenditures									
Sewer Operation & Maintenance									
41304 · O&M Agreement	3,205.90	38,340	81%	$ 47,094	3,294.99	31,695	71%	$ 44,640	48,850
41308 · Electricity		-	0%	42		42	16%	258	42
41310 · Sewer Treatment		120,864	155%	78,000	6936.45	57,038	167%	34,204	93,886
41312 · Tap Fee Developer Rebate	7,200	41,400	37%	113,400	16,200.00	75,600	67%	113,400	131,400
Total Operations Expenditures	$ 10,406	$ 200,603	84%	$ 238,536	$ 26,431	$ 164,375	85%	$ 192,502	274,179
600 · General & Administrative Exp	755	$ 6,713	51%	$ 13,260	1950.25	$ 11,022	84%	$ 13,200	16,733
Total Expenditures	11,161	$ 207,316	82%	$ 251,796	28,382	$ 175,397	85%	$ 205,702	$ 290,912
Surplus (Deficit)	16,596	$ 7,088	7%	$ 100,523	12,307	$ 58,113	40%	$ 146,046	$ 90,969

City of McLendon-Chisholm
Detail Statement of Revenue Expenditures by Fund
For the Month of May, 2019

	Interest and Sinking Fund	Operating Fund	Public Safety	Utilities Fund
Income				
302 · Franchise Income				
30204 · AT&T	0.00	674.48	0.00	0.00
30205 · Suddenlink Cable	0.00	512.53	0.00	0.00
30213-1 · Community Waste Disposal	0.00	448.03	0.00	0.00
30216 · Atmos Energy	0.00	5,986.64	0.00	0.00
30221 · CEBridge	0.00	67.95	0.00	0.00
Total 302 · Franchise Income	0.00	7,689.63	0.00	0.00
303 · Development Income				
30302 · Zoning Change	0.00	0.00	0.00	0.00
Total 303 · Development Income	0.00	0.00	0.00	0.00
304 · Building Permit Income				
30401 · Contractor Registration Fee Inc	0.00	800.00	0.00	0.00
30404 · Re-Inspection Income	0.00	4,500.00	0.00	0.00
30405 · Building Permit & Plan Review	0.00	21,257.05	0.00	0.00
Total 304 · Building Permit Income	0.00	26,557.05	0.00	0.00
305 · Municipal Court Income	0.00	1,500.00	0.00	0.00
306 · Interest Income				
30600 · Alliance Interest Income	0.00	210.18	0.00	181.24
30602 · Logic Interest Income	273.40	1,561.46	0.00	644.83
30603 · Tex Pool Interest Income	0.00	38.29	0.00	0.00
Total 306 · Interest Income	273.40	1,809.93	0.00	826.07
310 · Sales Tax Revenue	0.00	17,629.17	0.00	0.00
313 · Donations	0.00	0.00	150.00	0.00
314 · Copies Public Information Incom	0.00	15.00	0.00	0.00
317 · Ad Valorem Tax				
31701 · Ad Valorem Tax - M&O	0.00	3,014.81	0.00	0.00
31702 · Ad Valorem Tax - City Hall	1,969.17	0.00	0.00	0.00
31703 · Ad Valorem Refunds - M&O	0.00	-49.91	0.00	0.00
31705 · Ad Valorem Tax - Prior Years	305.72	468.02	0.00	0.00
31706 · Ad Valorem Tax - Penalty	163.24	249.92	0.00	0.00
31708 · Ad Valorem Refunds - City Hall	-33.31	0.00	0.00	0.00
31709 · Ad Valorem Tax - Interest	116.97	182.85	0.00	0.00
31710 · Ad Valorem Tax - Misc Adj	0.00	0.00	0.00	0.00
Total 317 · Ad Valorem Tax	2,521.79	3,865.69	0.00	0.00
318 · Tax Certifications	0.00	4.41	0.00	0.00
319 · Grants	0.00	0.00	42,977.93	0.00
321 · Credit Card Fee Revenue	0.00	27.50	0.00	0.00
322 · Sewer Utility Revenue				
32200 · Sewer Usage Fees	0.00	0.00	0.00	15,001.10
32201 · Sewer Tap Fees	0.00	0.00	0.00	12,000.00
32204 · Sewer Deposit Refunds	0.00	0.00	0.00	-70.00
Total 322 · Sewer Utility Revenue	0.00	0.00	0.00	26,931.10
Total Income	2,795.19	59,098.38	43,127.93	27,757.17
Gross Profit	2,795.19	59,098.38	43,127.93	27,757.17
Expense				
400 · Operating Expenditures				
402 · Election Expense	0.00	12,069.00	0.00	0.00
410 · Building Inspections				
41003 · Building Inspections	0.00	7,900.00	0.00	0.00
41004 · Engineer Fees-Douphrate & Assoc	0.00	3,718.52	0.00	0.00
Total 410 · Building Inspections	0.00	11,618.52	0.00	0.00
411 · Environment Regulation Expense				
41101 · Septic Inspection Fee	0.00	200.00	0.00	0.00
Total 411 · Environment Regulation Expense	0.00	200.00	0.00	0.00
422 · Public Notice Expense	0.00	1,865.00	0.00	0.00
426 · Appraisal District Collection	0.00	1,568.52	0.00	0.00
Total 400 · Operating Expenditures	0.00	27,321.04	0.00	0.00
413 · Sewer Operation & Maintenance				
41304 · O&M Agreement	0.00	0.00	0.00	3,205.90

City of McLendon-Chisholm
Detail Statement of Revenue Expenditures by Fund
For the Month of May, 2019

	Interest and Sinking Fund	Operating Fund	Public Safety	Utilities Fund
41312 · Tap Fee Developer Rebate	0.00	0.00	0.00	7,200.00
Total 413 · Sewer Operation & Maintenance	0.00	0.00	0.00	10,405.90
430 · Public Safety				
43003 · Maintenance & Repair - Vehicles	0.00	0.00	4,506.88	0.00
43004 · Maintenance & Repair - Station	0.00	0.00	150.00	0.00
43005 · Gear and Supplies	0.00	0.00	581.17	0.00
43010 · Software	0.00	0.00	260.00	0.00
43035 · Street Lights	0.00	0.00	229.20	0.00
Total 430 · Public Safety	0.00	0.00	5,727.25	0.00
500 · Occupancy Expenditures				
502 · Electricity	0.00	182.24	252.55	0.00
506 · Water	0.00	267.73	34.61	0.00
512 · Trash	0.00	0.00	112.54	0.00
514 · Building Maint/Improvements	0.00	917.17	0.00	0.00
516 · Lawn Maintenance	0.00	684.94	240.00	0.00
520 · Telephone & Internet	0.00	464.30	189.66	0.00
Total 500 · Occupancy Expenditures	0.00	2,516.38	829.36	0.00
600 · General & Administrative Exp				
606 · Employee Costs				
60601 · Staff Salaries	0.00	13,775.10	59,651.63	0.00
60609 · Payroll Tax Expense	0.00	1,053.79	4,556.64	0.00
60612 · Retirement Plan Contributions	0.00	914.07	4,230.56	0.00
60613 · Health Insurance Expense	0.00	869.87	3,024.82	0.00
Total 606 · Employee Costs	0.00	16,612.83	71,463.65	0.00
618 · Insurance				
61803 · Workmen's Comp Ins	0.00	77.89	0.00	0.00
Total 618 · Insurance	0.00	77.89	0.00	0.00
619 · Software Subscriptions	0.00	393.44	0.00	0.00
621 · IT Support	0.00	1,050.00	0.00	0.00
622 · Office Supplies - City Hall	0.00	147.05	0.00	0.00
623 · Office Equipment	0.00	798.98	0.00	0.00
624 · Office Equip Maintenance	0.00	80.10	0.00	0.00
626 · Postage-City Hall	0.00	58.39	13.70	0.00
628 · Bank Fees				
62801 · Service Charges	0.00	103.15	0.00	0.00
62804 · Fee - NSF Returned Check	0.00	0.00	0.00	56.00
Total 628 · Bank Fees	0.00	103.15	0.00	56.00
630 · Legal & Professional				
63001 · Accounting & Payroll Services	0.00	4,751.50	0.00	699.00
63003 · Legal	0.00	3,910.00	0.00	0.00
63005 · City Planner	0.00	2,430.00	0.00	0.00
63008 · Financial Consulting	0.00	3,167.50	0.00	0.00
Total 630 · Legal & Professional	0.00	14,259.00	0.00	699.00
647 · Council Meetings & Development	0.00	150.00	0.00	0.00
648 · Training	0.00	40.00	804.99	0.00
660 · Bond Interest Expense	4,988.50	0.00	0.00	0.00
699 · Miscellaneous Expenses	0.00	246.14	0.00	0.00
Total 600 · General & Administrative Exp	4,988.50	34,016.97	72,282.34	755.00
700 · Capital Expenditures				
70001 · Road Repairs	0.00	9,500.00	0.00	0.00
Total 700 · Capital Expenditures	0.00	9,500.00	0.00	0.00
Total Expense	4,988.50	73,354.39	78,838.95	11,160.90
Net Ordinary Income	-2,193.31	-14,256.01	-35,711.02	16,596.27
Other Income/Expense				
other capital expenditures			12,556.00	
Other Expense				
802 · Bond Cost Amortization	242.66	0.00	0.00	0.00
803 · Bond Premium Amortization	-828.48	0.00	0.00	0.00
Total Other Expense	-585.82	0.00	12,556.00	0.00
Net Other Income	585.82	0.00	-12,556.00	0.00
Net Income	**-1,607.49**	**-14,256.01**	**-48,267.02**	**16,596.27**

City of McLendon-Chisholm
Interest Sinking Fund Financial Summary
For the Eighth Month Ended May 31, 2019

	Current Period Revenue & Expenditures				Prior Period Revenue & Expenditures				
	May 2019 Actuals	Current YTD Actuals	% of Budget Current YTD	FY 2018-2019 Budget	May 2018 Actuals	Current YTD Actuals	% of Budget Current YTD	FY 2017-2018 Amended Budget	FY 2017-2018 Actual
Revenue									
Ad Valorem Tax									
317 · Ad Valorem Tax	**$ 2,522**	**249,341**	**109%**	**$ 228,985**	$ 2,614	233,824	98%	$ 238,651	236,763
306 · Interest Income	**273**	**3,916**	**- %**	**-**	312	973	61%	1,586	1,898
Transfer from Excess Bond Proceeds		**-**	**- %**	**-**		62,532	100%	62,352	62,532
Transfer From 2017 Surplus		**-**	**- %**	**-**		33,714	100%	33,714	33,714
Total Revenue and Transfers In	**$ 2,795**	**$ 253,257**	**111%**	**$ 228,985**	$ 2,926	$ 331,043	98%	$ 336,303	334,907
Expenditures									
628 · Bank Fees Expense		**2,850**							
660 · Bond Interest Expense	**$ 4,988.50**	**39,908**	**67%**	**$ 59,862**	5,112	40,896	66%	$ 61,562	61,344
802 · Bond Cost Amortization	**243**	**1,942**	**- %**	**-**	243	1,941	67%	2,914	2,912
803 · Bond Premium Amortization	**(828)**	**(6,628)**	**- %**	**-**	(842)	(6,738)	67%	(10,104)	(10,107)
Transfer To Bond Principal		**85,000**	**100%**	**85,000**		85,000	100%	85,000	85,000
Transfer to Early Redemption Sinking Fund		**-**	**0%**	**78,512**		-	0%	196,931	189,934
Total Expenditures and Transfers Out	**$ 4,403**	**$ 123,072**	**55%**	**$ 223,374**	$ 4,512	$ 121,099	36%	$ 336,303	329,082
Surplus (Deficit)	**$ (1,608)**	**$ 130,185**	**2320%**	**$ 5,611**	$ (1,586)	$ 209,944		$ -	$ 5,824

City of McLendon-Chisholm
Cash Account Balances
For the Eighth Month Ended May 31, 2019

Fund	Account	Sept 30,18	Oct 31,18	Nov 30,18	Dec 31,18	Jan 31,19	Feb 28,19	Mar 31,19	April 30,19	May 31,19
I&S	121 · 7002 - Alliance Sinking Fund	18	18	18	18	-	-	-	-	-
I&S	130 · 9003 Logic I&S Fund	1,328	1,330	1,333	1,336	1,339	84,520	84,707	126,694	126,967
I&S Total		**1,346**	**1,348**	**1,351**	**1,354**	**1,339**	**84,520**	**84,707**	**126,694**	**126,967**
Operating	100 · 3738 - Alliance Operating	186,087	56,193	21,696	218,135	486,786	684,825	695,287	73,409	49,037
Operating	103 · Texpool 300001	18,527	18,561	18,595	18,631	18,669	18,703	18,742	18,779	18,817
Operating	122 · 1587 - Alliance Money Market	64,235	-	-	-	-	-	-	-	-
Operating	125 · Logic - 9001 General Fund	78,706	78,862	29,005	29,066	29,130	29,188	32,655	29,319	29,382
Operating	127 · 9004 Logic Operating	285,487	286,053	286,619	227,148	227,649	29,396	29,461	577,341	578,587
Operating	128 · 9005 Logic Operating	20,007	20,047	20,087	20,173	20,173	20,214	20,258	20,301	20,345
Operating Total		**653,049**	**459,716**	**376,001**	**513,154**	**782,407**	**782,327**	**796,403**	**719,150**	**696,170**
Utility	106 · 5071 - Alliance Utility Fund	175,400	156,341	167,336	73,406	69,617	93,255	89,472	111,975	55,007
Utility	126 · Logic - 9002 Utility Fund	194,938	195,324	195,710	296,266	296,919	297,513	298,171	298,804	299,449
Utility Total		**370,338**	**351,664**	**363,046**	**369,672**	**366,536**	**390,768**	**387,643**	**410,779**	**354,456**
Grand Total		**1,024,733**	**812,729**	**740,398**	**884,179**	**1,150,283**	**1,257,615**	**1,268,754**	**1,256,623**	**1,177,593**

CITY OF MCLENDON-CHISHOLM

Public Safety Detail Report

For the Eighth month ended May 31,2019

	Current Period Revenue & Expenditures	
	May 19	Oct '18 - May 19
Income		
313 · Donations	150.00	1,400.00
315 · Miscellaneous Income	0.00	67,500.00
319 · Grants	42,977.93	219,439.48
Total Income	43,127.93	288,339.48
Gross Profit	43,127.93	288,339.48
Expense		
400 · Operating Expenditures		
401 · Municipal Court		
40102 · Court Clerk Expense	0.00	39.00
Total 401 · Municipal Court	0.00	39.00
Total 400 · Operating Expenditures	0.00	39.00
430 · Public Safety		
43001 · Liability Insurance	0.00	13,987.26
43002 · Fuel	0.00	5,264.23
43003 · Maintenance & Repair - Vehicles	4,506.88	8,536.45
43004 · Maintenance & Repair - Station	150.00	5,212.35
43005 · Gear and Supplies	581.17	14,767.52
43006 · Compliance	0.00	35.00
43008 · Dispatch	0.00	10,000.00
43009 · Training	0.00	3,855.09
43010 · Software	260.00	308.00
43030 · EMS	0.00	1,986.52
43035 · Street Lights	229.20	1,944.27
Total 430 · Public Safety	5,727.25	65,896.69
500 · Occupancy Expenditures		
502 · Electricity	252.55	2,349.38
506 · Water	34.61	192.71
512 · Trash	112.54	466.58
516 · Lawn Maintenance	240.00	360.00
518 · Janitorial	0.00	252.05
520 · Telephone & Internet	189.66	1,103.06
Total 500 · Occupancy Expenditures	829.36	4,723.78
600 · General & Administrative Exp		
606 · Employee Costs		
60601 · Staff Salaries	59,651.63	305,814.65
60604 · Holiday Pay	0.00	1,696.20
60609 · Payroll Tax Expense	4,556.64	23,494.94
60611 · Employee Screening	0.00	675.00
60612 · Retirement Plan Contributions	4,230.56	23,076.16
60613 · Health Insurance Expense	3,024.82	19,693.10
Total 606 · Employee Costs	71,463.65	374,450.05
619 · Software Subscriptions	0.00	495.00
622 · Office Supplies - City Hall	0.00	38.97
623 · Office Equipment	0.00	162.36
626 · Postage-City Hall	13.70	13.70

CITY OF MCLENDON-CHISHOLM

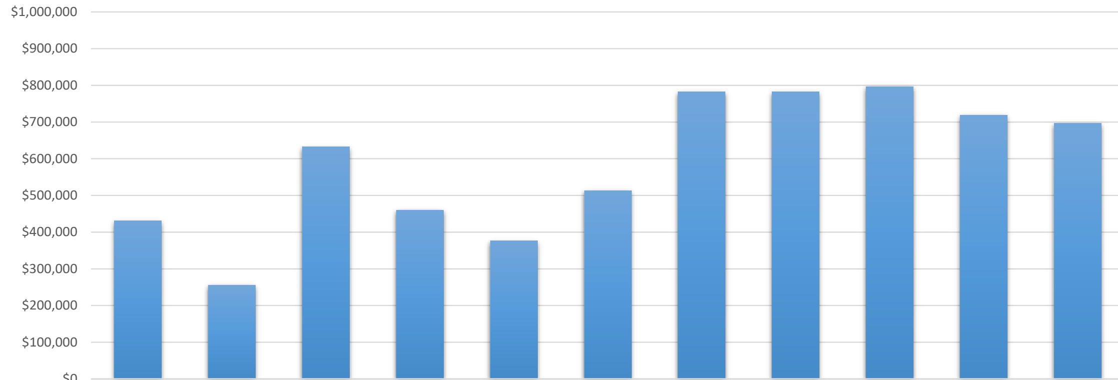
Public Safety Detail Report

For the Eighth month ended May 31,2019

	Current Period Revenue & Expenditures	
	May 19	Oct '18 - May 19
630 · Legal & Professional		
63005 · City Planner	0.00	924.00
Total 630 · Legal & Professional	0.00	924.00
648 · Training	804.99	804.99
652 · Staff Appreciation	0.00	1,267.50
Total 600 · General & Administrative Exp	72,282.34	378,156.57
Total Expense	78,838.95	448,816.04
Net Ordinary Income	-35,711.02	-160,476.56
Net Income	**-35,711.02**	**-160,476.56**

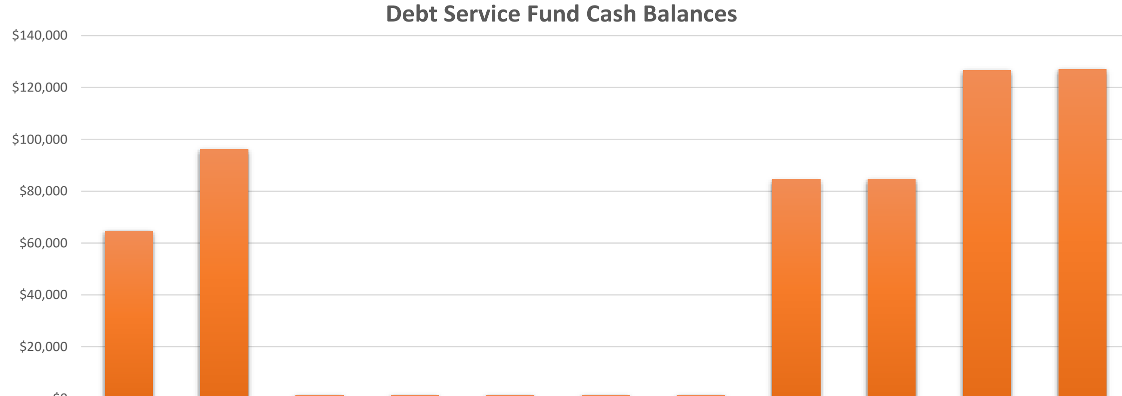
City of McLendon-Chisholm
Cash Balance Report
As of May 31, 2019

Operating Fund Cash Balances



	Sep 2016	Sep 2017	Sept 2018	Oct 2018	Nov 2018	Dec 2018	Jan 2019	Feb 2019	Mar 2019	April 2019	May 2019
Series1	$430,541	$255,959	$632,796	$459,716	$376,001	$513,154	$782,407	$782,327	$796,403	$719,150	$696,170

Debt Service Fund Cash Balances

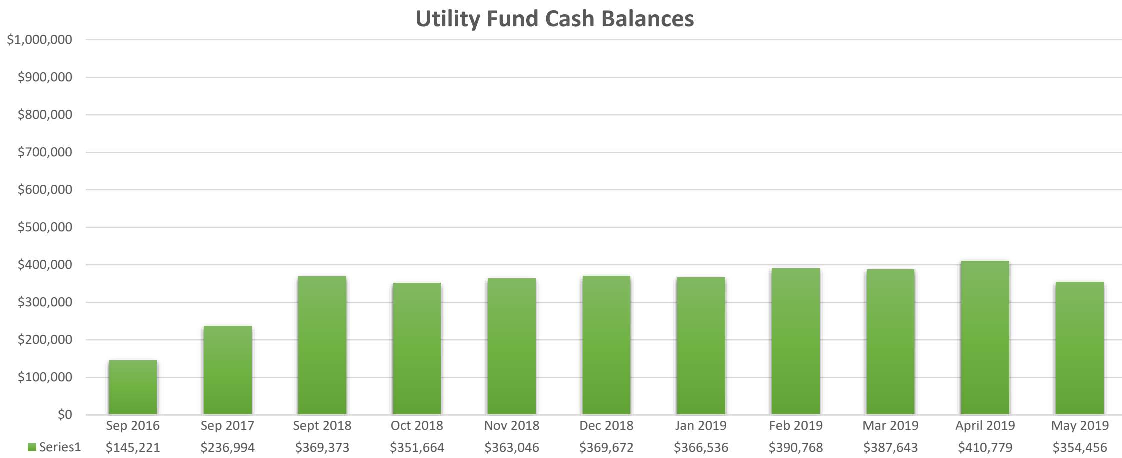


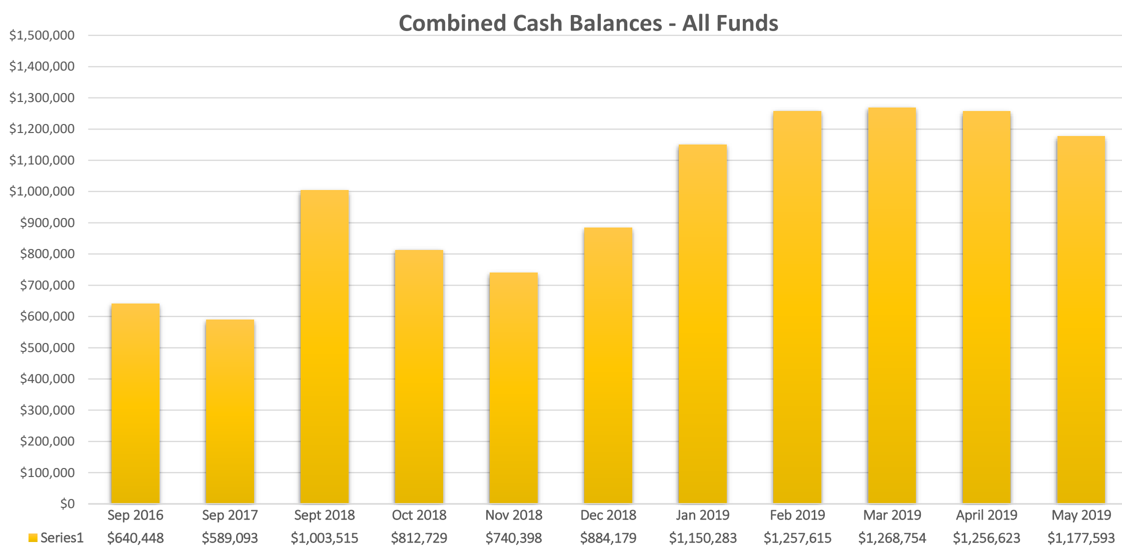
	Sep 2016	Sep 2017	Sept 2018	Oct 2018	Nov 2018	Dec 2018	Jan 2019	Feb 2019	Mar 2019	April 2019	May 2019
Series1	$64,686	$96,140	$1,346	$1,348	$1,351	$1,354	$1,339	$84,520	$84,707	$126,694	$126,967

General & Debt Service Cash Balances

	Sep 2016	Sep 2017	Sept 2018	Oct 2018	Nov 2018	Dec 2018	Jan 2019	Feb 2019	Mar 2019	April 2019	May 2019
Series1	$495,227	$352,099	$634,142	$461,064	$377,352	$514,508	$783,746	$866,847	$881,110	$845,844	$823,137

City of McLendon-Chisholm
Cash Balance Report
As of May 31, 2019





Alarm Date between 2019-05-01 and 2019-05-31

Total Calls by District

District	2019-05-01	Total
City Limit District	27	27
County District	11	11
Total	38	38

Incident Date between 5/1/2019 and 5/31/2019

Run | Run and Hide Parameters

Incident Type Details	2019-05-01	Total
111 - Building fire	1	1
142 - Brush or brush-and-grass mixture fire	1	1
151 - Outside rubbish, trash or waste fire	3	3
321 - EMS call, excluding vehicle accident with injury	20	20
322 - Motor vehicle accident with injuries	4	4
324 - Motor vehicle accident with no injuries.	3	3
412 - Gas leak (natural gas or LPG)	1	1
445 - Arcing, shorted electrical equipment	1	1
511 - Lock-out	2	2
611 - Dispatched & canceled en route	1	1
745 - Alarm system activation, no fire - unintentional	3	3
813 - Wind storm, tornado/hurricane assessment	1	1
Total	41	41

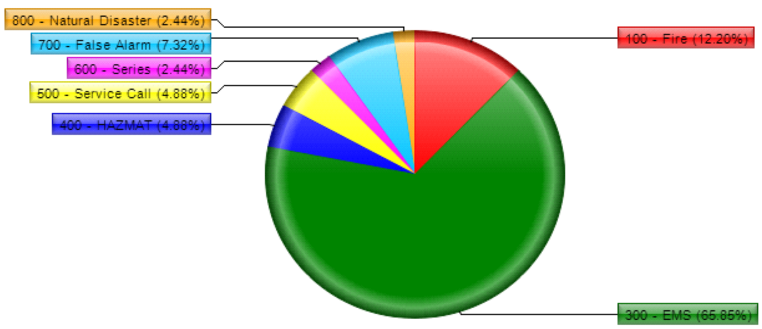
Fire - Incident Types

Date: Monday, June 3, 2019
Time: 8:29:28 AM

Incident Date between 2019-05-01 and 2019-05-31

Fire Incident Type Breakdown

Incident Type Group	
100 - Fire	5
300 - EMS	27
400 - HAZMAT	2
500 - Service Call	2
600 - Series	1
700 - False Alarm	3
800 - Natural Disaster	1
	41



Rockwall County Planning Consortium Report

May 2019

PROJECT STATUS UPDATES

The most recent version of the consortium report is available on the Rockwall County website:
www.RockwallCountyTexas.com/279/Road-Consortium

FM 3549 Interchange			
CSJ:	0009-12-072	**Schematic Approval:**	February 2012
Limits:	FM 3549 at IH 30	**Environmental Clearance:**	March 19, 2013
Construction Cost:	$32,822,301	**ROW Acquisition Complete:**	December 22, 2014
Project Description:	Development and construction of an interchange at IH 30 and FM 3549	**Utility Relocations Complete:**	February 2017
Commissioner:	Cliff Sevier, Precinct 1	**Let Date:**	February 9, 2016
Firm & Key Contact:	CP&Y, Robin Handel	**Construction Start:**	September 6, 2016
TxDOT Contact:	Lane Selman	**Construction Completion:**	July 2019

Current Status:

- **Construction:** Project was awarded to Sema Construction. There are 600 working days and 24 months of barricades. See attached TxDOT construction report.
- **Funding:** Project selected for pass-through financing. The PTF agreement was executed on May 10, 2013, and the initial payment of $4,418,000.00 was made by Rockwall County on June 25, 2013. Payment of $22,037,679.37 was transmitted to TxDOT in September 2014. Payment of $2,697,499.67 was approved on February 25, 2015. Payment of $4,372,697.99 was transmitted to TxDOT on June 28, 2016.

TxDOT Monthly Project Report for the Rockwall Consortium
Date of Report: May 20, 2019
Report prepared by: Lane Selman, P.E.

Project: **PTF 2015(062)**
CSJ: **0009-12-072**
Highway: **IH 30 at FM 3549**
Limits: **IH 30 at FM 3549**
Contractor: **SEMA Construction, Inc.**

TxDOT Project Engineer: Lane Selman, P.E. Phone: (972) 962-3617
TxDOT Project Manager: Adam Clements Phone: (972) 962-3617
Contractor's Superintendent: Torrey Ash

Date Work Began: September 6, 2016
Anticipated Completion Date: July 2019

Current (May) activities: Contractor opened all traffic to final configuration. Removed temporary detour and portable concrete traffic barrier out of the IH 30 median. Final grading continued throughout to prep for seeding.

Narrative description of last month's (April) activities: Contractor shifted the westbound IH 30 traffic to final configuration and began working towards getting eastbound traffic into final configuration by the end of the month. Contractor plans to finish up pavement markings and signal work to put FM 3549 in final configuration. Seeding for new vegetation was installed in various locations throughout the project.

Narrative description of activities planned for next month (June): Final clean-up/punch-list items and vegetation establishment.

Traffic issues: None

Plans for changes in traffic patterns: None

Item(s) of work currently controlling project completion: None

Other items of significance: Nonec

FM 3549			
CSJ:	1015-01-023	**Schematic Approval:**	December 3, 2015
Limits:	IH 30 to north of SH 66	**Environmental Clearance:**	March 8, 2016
Construction Cost:	$9,250,063.46	**ROW Acquisition Complete:**	August 2017
Project Description:	Widen existing 2-lane rural facility to a 4-lane urban roadway	**Utility Relocations Complete:**	May 2019
Commissioner:	Cliff Sevier, Precinct 1	**100% Plans:**	March 7, 2018
Firm and Contact:	Atkins, Tara McDonald	**Let Date:**	May 1, 2018
TxDOT Contact:	Lane Selman	**Construction Start:**	December 5, 2018
Funding:	Proposition 1	**Construction Completion:**	October 2020

Current Activities:

- **Construction:** Project was awarded to Tiseo Paving Company. There are 458 working days and 22 months of barricades.
- TxDOT met with contractor on September 25, 2018, and it was decided that construction would begin after the majority of utility relocations have been completed.
- See attached TxDOT construction report.
- **Utility Coordination:** Level B SUE is available.
    - **City of Rockwall:** Complete
    - **NTMWD:** NTMWD to relocate a manhole and 12" and 21" water lines. The project let with revised phasing to provide NTMWD time to relocate utilities. Relocation permit approved on September 20, 2018. NTMWD began construction on February 18, 2019. Tie-in for the 12" line occurred on April 17, 2019. Tie-in for the 21" line occurred on April 24, 2019. NTMWD should complete all work in one week.
    - **Oncor and FEC:** Complete
    - **Atmos:** Complete
    - **Blackland WSC:** Complete
    - **AT&T:** Complete
    - **Suddenlink:** Complete
    - **Sprint:** Complete
    - **City of Fate:** Complete
    - **Connextions Telcom:** Complete
    - **Mt Zion WSC:** Complete

TxDOT Monthly Project Report for the Rockwall Consortium
Date of report: May 20, 2019
Report prepared by: Lane Selman, P.E.

Project:	**FM 3549**
CSJ:	**1015-01-023**
Highway:	**FM 3549**
Limits:	**IH 30 to North of SH 66**
Contractor:	**Tiseo Paving Company**

TxDOT Project Engineer: Lane Selman, P.E.
TxDOT Project Manager: Robert (Wes) Wilemon Phone: (972) 962-3617
Contractor's Superintendent: Ryan Thompson

Date Work Began: December 5, 2018
Anticipated Completion Date: October 2020

Current (May) activities: Contractor completed installing the storm drain along the west side of FM 3549 and begin installing along the east side FM 3549 from SH 66 to IH 30.

Narrative description of last month's activities (April): Tiseo continued installing the storm drain system along the west side FM 3549 from SH 66 to IH 30.

Narrative description of activities planned for next month (May): Tiseo will continue installing the storm drain system along the east side of FM 3549. Crews will also begin excavation/embankment work along the west side of FM 3549.

Plans for changes in traffic patterns: None

Item(s) of work currently controlling project completion: None

Other items of significance: None

FM 552			
CSJ:	1017-01-015	**Schematic Approval:**	July 31, 2018
Limits:	SH 205 to SH 66	**Environmental Clearance:**	August 2019
Estimated construction cost:	$61,324,293	**ROW Acquisition Complete:**	December 2020
Project Description:	Widen existing 2-lane facility to a 4-lane divided urban roadway	**Utility Relocations Complete:**	December 2021
Commissioner:	Cliff Sevier, Precinct 1	**100% Plans:**	March 2021
TxDOT Project Manager:	Vik Raha	**Ready to Let Date:**	December 2021
Firm and Contact:	HNTB, Josiah Belveal	**TxDOT Connect Let Date:**	March 2023

Current Activities:

- **ENV:** All technical reports have been approved by TxDOT. HNTB submitted draft EA document on March 18, 2019, to Dallas District for review. Dallas District comments were received on March 26, 2019. HNTB addressed comments and resubmitted EA on April 4, 2019, for TxDOT ENV review. ENV comments were addressed comments and resubmitted on April 23, 2019. Project received conformity on April 30, 2019, and received SFP determination on May 1, 2019.
- HNTB received comments from TxDOT on the Hydrologic & Hydraulic report and resubmitted on February 8, 2019. Additional comments were received and resolved with TxDOT on March 6, 2019. Revised report submitted on May 10, 2019.
- HNTB has requested and obtained additional right-of-entry to complete cultural resources investigations. Trench excavation in the right-of-way adjacent to the Mount Zion Cemetery was completed on November 15, 2018. Additional excavation requested by TxDOT. Additional excavation was determined not to be necessary, and Archaeological Survey Report was approved by TxDOT ENV and cleared by THC on March 7, 2019.
- Public hearing scheduled for May 30, 2019, at J.W. Williams Middle School from 6 p.m. to 8 p.m.
- **ROW:** Parcel count is 77, with 4 additional parcels for proposed drainage easements.
- **Schematic:** The Dallas District approved the schematic on July 31, 2018.
- **Utilities:** Subsurface utility engineering has been completed by TxDOT.

SH 276

CSJ:	1290-02-017	**Schematic Approval:**	July 9, 2015
Limits:	SH 205 to FM 549	**Environmental Clearance:**	February 24, 2016
Construction Cost:	$20,669,106	**ROW Acquisition Complete:**	January 2017
Project Description:	Widen existing 2-lane facility to a 4-lane divided urban roadway	**Utility Relocations Complete:**	September 2018
Commissioner:	Dennis Bailey, Precinct 3	**100% Plans:**	January 16, 2018
Firm & Key Contact:	Jacobs, Lukas Easterling	**Let Date:**	April 4, 2018
TxDOT Project Manager:	Lane Selman	**Construction Start:**	August 20, 2018
Funding:	$14M in Proposition 1	**Construction Complete:**	April 2020

Current Activities:

- **Construction:** The project was awarded to Ed Bell Construction. There are 399 working days and 23 months of barricades. See attached construction report.

TxDOT Monthly Project Report for the Rockwall Consortium
Date of report: May 20, 2019
Report prepared by: Lane Selman, P.E.

Project: **STP 2018(740)**
CSJ: **1290-02-017**
Highway: **SH 276**
Limits: **From SH 205 to East of FM 549**
Contractor: **Ed Bell Construction Company**

TxDOT Construction Engineer: Lane Selman, P.E. Phone: (972) 962-3617
TxDOT Project Manager: Porfirio Lopez Phone: (972) 962-3617
Contractor's Superintendent: Billy Jones

Date Work Began: August 20, 2018
Anticipated Completion Date: April 2020

Current (May) activities: Contractor finished work on drilled shafts for the sound wall and continued installing the panels. Continued installing storm drain system and performing excavation/embankment work to prep for lime treatment of existing SH 276 road bed. Completed the hot mix underlayment on new alignment section and began concrete paving.

Narrative description of last month's (April) activities: Contractor continued work on drilled shafts for the sound wall and began installing the panels. Continued installing storm drain system, excavation/ embankment work, and continued lime treatment of subgrade for the construction of the new eastbound lanes of SH 276. They also began placing asphalt for bond breaker on SH 276 new alignment.

Narrative description of activities planned for next month (June): Contractor will continue to set sound wall panels and begin the lime treatment of the existing SH 276 road bed. Continue concrete paving operations of the new alignment section of SH 276.

Traffic issues: None

Plans for changes in traffic patterns: None

Item(s) of work currently controlling project completion: None

Other items of significance: None

SH 276 East

CSJ:	1290-03-016; 1290-03-020; 1290-04-011; 1290-05-019	**Schematic Approval:**	October 31, 2018
Limits:	FM 549 to CR 2472 in Hunt County	**Environmental Clearance:**	July 2019
Estimated Construction Cost:	$57,887,474	**ROW Acquisition Complete:**	October 2020
Project Description:	Reconstruct and widen roadway from a 2-lane rural highway to a 4-lane urban arterial (6-lane ultimate)	**Utility Relocations Complete:**	November 2022
Commissioner:	Dennis Bailey, Precinct 3	**100% Plans:**	March 2021
Firm & Key Contact:	Jacobs, Lukas Easterling	**Ready to Let:**	Spring 2022
TxDOT Project Manager:	Marlena Kelly	**Construction Start:**	*

Current Activities:

- **Schematic:** Jacobs submitted updated final schematic to TxDOT for approval on November 16, 2018. TxDOT has reviewed updated schematic and approved revisions.
- **Environmental:** Public meeting held May 10, 2018, in Rockwall.
- The public hearing is expected to be scheduled in July 2019.
- Environmental work is underway.
- **ROW:** ROW mapping continues.
- **PS&E:** PS&E negotiations are underway. Anticipate start of PS&E process in June 2019.

SH 66

CSJ:	0009-04-061; -065	**Schematic Approval:**	November 2015
Limits:	From SH 205 to county line	**Environmental Clearance:**	-065: November 20, 2015/-061: January 12, 2016
Construction Cost:	$15,872,363	**100% Plans:**	January 5, 2016
Project Description:	Rehabilitate existing 2-lane facility, widen shoulders, and add turn lanes at various intersections	**ROW Acquisition Complete:**	February 2017
Commissioner:	David Magness, Precinct 4	**Utility Relocations Complete:**	September 2017
Firm:	Halff	**Let Date:**	March 2, 2016
Key Firm Contact:	Mike Romanowski, Chad Gardiner	**Construction Began:**	March 20, 2017
TxDOT Contact:	Lane Selman	**Construction Complete:**	July 2019

Current Activities:

- **Railroad: 1.** DGNO crossing at SH 66/FM 551: Agreement was approved on April 18, 2017. **2.** DGNO crossing at SH 66/Erby Campbell: Agreement was executed by TxDOT on February 7, 2018.
- **Construction:** The project was awarded to APAC. There are 505 working days and 24 months of barricades. See attached TxDOT construction report.
- **Other:** AFA with TxDOT was approved by commissioners court on April 26, 2016. Payments for construction and ROW were transmitted to TxDOT on June 14, 2016.

TxDOT Monthly Project Report for the Rockwall Consortium
Date of report: May 20, 2019
Report prepared by: Lane Selman, P.E.

Project: **C 0009-4-61; -65**
CSJ: **0009-04-061; -065**
Highway: **SH 66**
Limits: **From SH 205 to County Line**
Contractor: **Texas Materials Group (formerly Texas Bit; formerly APAC)**

TxDOT Project Engineer: Lane Selman, P.E. Phone: (972) 962-3617
TxDOT Project Manager: Charles Neal Phone: (972) 962-3617
Contractor's Superintendent: Jimmy Saebella

Date Work Began: March 20, 2017
Anticipated Completion Date: July 2019

Current (May) activities: Contractor continued installing metal beam guard fence and concrete rip rap at drainage structures. Continued work on traffic signal at Erby Campbell intersection.

Narrative description of last month's (April) activities: Contractor finished final surfacing operations through downtown Royse City and continued installing pavement markings, metal beam guard fence, and rip rap at drainage structures. Continued working on traffic signal at Erby Campbell intersection.

Narrative description of activities planned for next month (June): Continue installing metal beam guard fence, roadside signs and pavement markings, as well as activating the traffic signal at Erby Campbell and begin final clean-up.

Plans for changes in traffic patterns: None

Item(s) of work currently controlling project completion: None

Other items of significance: None

FM 549			
CSJ:	1015-01-024	**Schematic Approval:**	March 11, 2019
Limits:	SH 276 to SH 205	**Environmental Clearance:**	June 2019
Estimated construction cost:	$19,748,164	**ROW Acquisition Begins:**	June 2019
Project Description:	Widen existing 2-lane rural facility to a 4-lane urban roadway	**ROW Acquisition Complete:**	April 2021
Commissioner:	Dennis Bailey, Precinct 3	**Utility Relocations Complete:**	April 2022
Firm & Key Contact:	Dannenbaum, Danny Everett	**100% Plans to Austin:**	April 2022
TxDOT Contact:	Nelson Underwood	**Ready to Let Date:**	June 2022

Current Activities:

- **Schematic:** The schematic was approved on March 11, 2019.
- **ENV:** Environmental technical reports are underway. Twenty-four technical reports have been completed. Public hearing documentation pending TxDOT approval.
- Public hearing was held on April 30, 2019, at the Rockwall County Courthouse. There were 29 general public attendees, 4 elected and public officials, and 25 TxDOT and consultant attendees. General comments were positive with the removal of the raised median. Some residents did not like the addition of sidewalks through the corridor.
- Anticipate submittal of the Environmental Assessment to TxDOT on May 30, 2019.
- **ROW:** TxDOT has confirmed that they will be handling ROW mapping in-house.
- **Utility Coordination:** Finalized field work for the SUE throughout the corridor. Electronic files have been completed for the SUE. SUE sheets are being finalized for submittal to TxDOT for review.

SH 66 and Dalrock Intersection Improvements

Limits:	At Dalrock Road	**Schematic Approval:**	December 19, 2018
Estimated construction cost:	$3,200,000	**Environmental Clearance:**	October 2019
CSJ:	0009-03-048; -049	**ROW Acquisition Complete:**	July 2020
Project Description:	Improve existing intersection to urban intersection with additional left-turn and right-turn lanes	**Utility Relocations Complete:**	February 2021
Commissioner:	Lee Gilbert, Precinct 2	**100% Plans:**	June 2020
Firm and Key Contact:	Rowlett, Thomas Harris/ Lee Engineering, Kelly Parma	**Ready to Let Date:**	February 2021
TxDOT Project Manager:	Ali Taheri	**Construction Start:**	*

Current Activity:

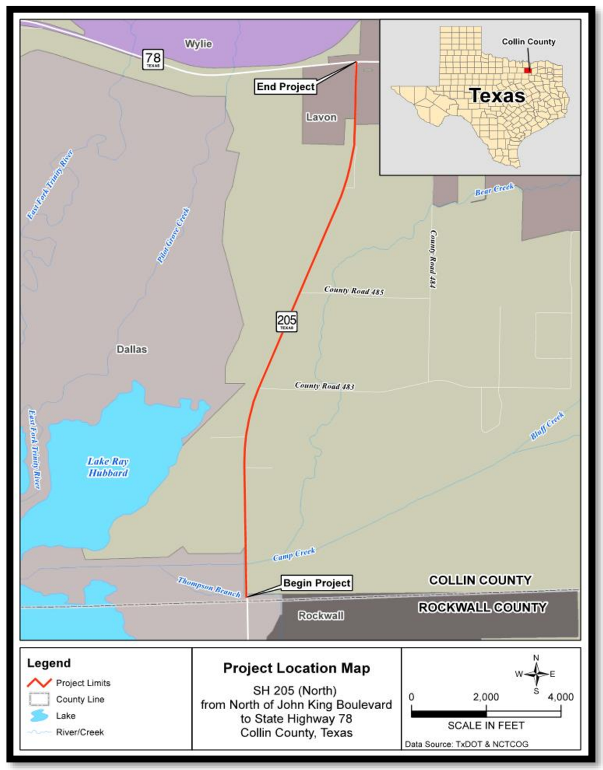
- **Schematic:** Schematic approved on December 19, 2018.
- **PS&E:** A meeting with TxDOT was held on March 8, 2019, to discuss pavement section, ROW requirements, and utility accommodation policy. Revised pavement section was approved by District office on May 1, 2019. District is in process of having SUE done; will be finalized by end of September 2019. With approval of roadway section, consultant will submit 65% plans in May 2019.
- **Environmental:** TxDOT will perform environmental work. A notice and opportunity to comment mailed out to property owners from which ROW will be acquired.
- **ROW:** ROW map is partially completed and is currently waiting for RCSJ number (for Rockwall County portion).
- **Other:** TxDOT will fund internal design review costs at 100%, perform ENV work, and let the project.
- RTC approved the project as part of the 2017-2018 CMAQ/STBG Funding Program: Strategic Partnerships Program (Round 2) on June 10, 2018. Rowlett submitted a TIP modification to NCTCOG on July 31, 2018. Rowlett approved the LPAFA for engineering donation and sent to TxDOT for execution. LPAFA fully executed on November 2, 2018.
- ITS is coordinating a meeting with Rowlett, TxDOT, and Lee Engineering to discuss the project.
- **Construction:** TxDOT will let the project since the intersection is in the state highway system.

SH 205 North

CSJ:	0451-03-013	**Schematic Approval:**	August 30, 2017
Limits:	From North of John King Boulevard to SH 78	**Environmental Clearance:**	April 25, 2018
Estimated construction cost:	$29 million	**ROW Acquisition Complete:**	October 2019
Project Description:	Widen from 2-lane rural to 4-lane urban divided with allowance for ultimate 6 lanes	**Utility Relocations Complete:**	October 2020
Firm & Key Contact:	Halff Associates, Jeremy McGahan	**100% Plans to Austin:**	June 2020
TxDOT Contact:	Jennifer Vorster	**Ready to Let Date:**	October 2020

<u>Current Activity</u>:

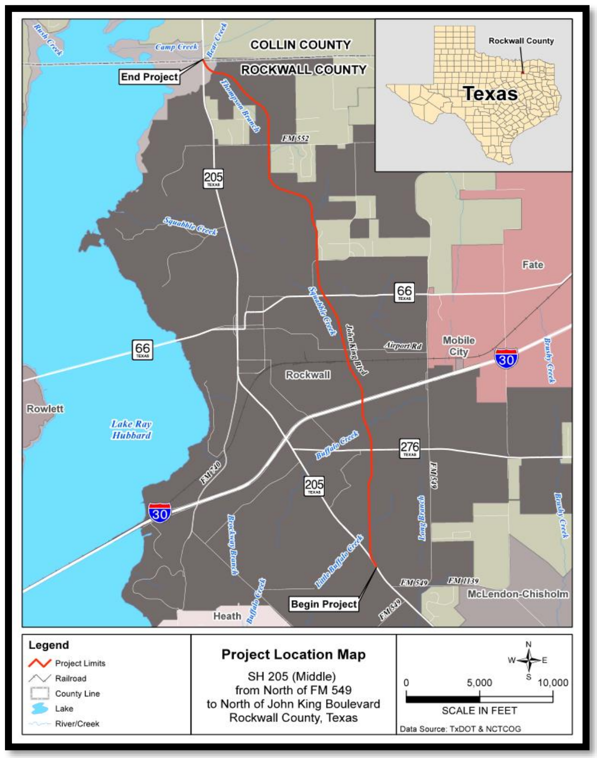
- **Schematic:** Schematic was approved on August 30, 2017. Minor revisions were made to the schematic following the public hearing; revised schematic has been approved.
- **PS&E:** TxDOT developing PS&E in house. The 30% plans are complete. TxDOT continues work on 60% design. Anticipate submittal of 60% plans this summer.
- **ROW:** There are 67 parcels for acquisition; 64 in negotiations; and 3 in appraisal.
- **Funding:** There are $28,654,950 in CAT 2 funds available for this project.



SH 205 Middle

CSJ:	0451-05-001	**Schematic Approval:**	May 2019
Limits:	From north of FM 549 to north of John King Boulevard	**Environmental Clearance:**	January 2020
Estimated construction cost:	$54,000,000	**ROW Acquisition Complete:**	*
Project Description:	Widen from 4-lane urban divided to ultimate 6 lanes	**Utility Relocations Complete:**	June 2022
Firm & Key Contact:	Halff Associates, Jeremy McGahan	**100% Plans:**	May 2021
TxDOT Contact:	Stephen Endres	**Ready to Let Date:**	June 2022

<u>**Current Activity**</u>:



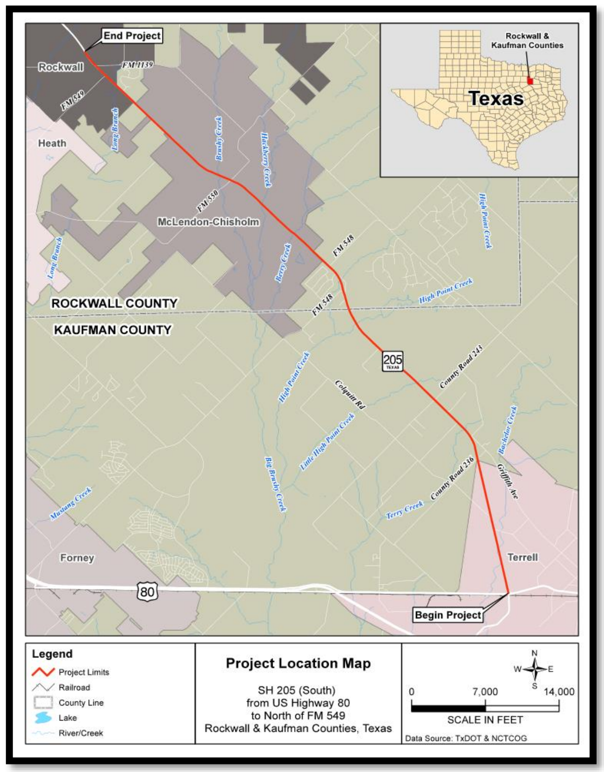
- **Schematic:** The 95% schematic was submitted to TxDOT on December 20, 2018. Comments have been addressed and the schematic resubmitted to TxDOT.
- **Environmental:** A second public meeting was held in Rockwall on March 30, 2017. Halff has developed a summary and analysis and submitted to TxDOT.
- All technical reports, with the exception of the Archaeological Survey Report and Transportation Conformity Report Form, have been approved. TxDOT ENV is reviewing Archaeological Survey Report and TxDOT ENV/FHWA is reviewing Transportation Conformity Report.
- SH 205 Middle was approved by ENV to be reclassified as an open-ended D-list CE.
- Jacobs is conducting field work for the archaeological survey report; anticipate submittal of report to TxDOT in early April. Halff submitted revised Cumulative Impacts Technical Report on March 19, 2019. Nine technical reports have been approved.
- Anticipate a public hearing to be held in late summer 2019.
- **Funding:** There are $29,683,873 in CAT 2 funds available for this project.

SH 205 South

CSJ:	0451-01-053 (Rockwall County segment); 0451-02-028 (Kaufman County segment)	**Schematic Approval:**	July 3, 2018
Limits:	From US 80 to north of FM 549	**Environmental Clearance:**	April 12, 2019
Estimated construction cost:	$135 million	**ROW Acquisition Complete:**	November 2020
Project Description:	Widen from 2-lane rural to 4-lane urban divided with allowance for ultimate 6 lanes	**Utility Relocations Complete:**	May 2022
		100% Plans:	December 2020
Firm & Key Contact:	Halff Associates, Jeremy McGahan	**Ready to Let:**	May 2022
TxDOT Contact:	Stephen Endres	**TxDOT Connect Let Date:**	February 2023

Current Activity:

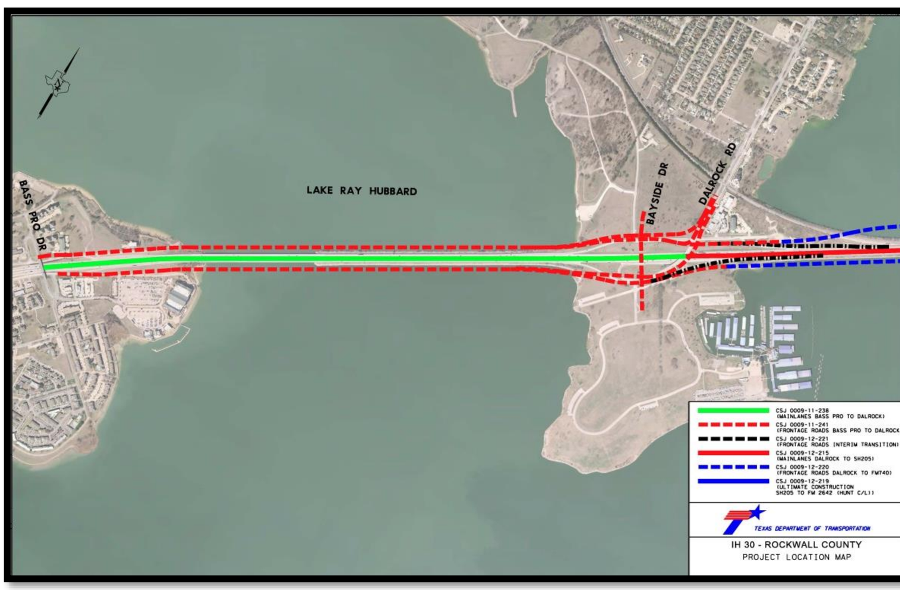
- **Schematic:** Schematic was approved on July 3, 2018.
- **Environmental:** The project was environmentally cleared on April 12, 2019. Halff is processing an environmental reevaluation for the section between Terrell and McLendon-Chisholm which will convert the raised median to a two-way left turn based on feedback received at the public hearing.
- **Utilities:** In the corridor and potentially in conflict are Enterprise Crude Pipeline LLC, Atmos, Suddenlink, Farmers Electric Coop, Kinder Morgan, Oneok NGL Pipelines, MCI, Oncor, Uniti Fiber LLC, AT&T, Sprint Nexttel, Dallas Water Utilities, NTMWD, City of Terrell, High Point WSC, and RCH WSC.



IH 30: Bass Pro Drive to Dalrock/Bayside Interchange

CSJ:	**0009-11-238**; **0009-11-241; 0009-12-221**	**Schematic Approval:**	March 19, 2018
Total Project Limits:	From Bass Pro Drive to Dalrock/Bayside Interchange	**Environmental Clearance:**	**-241/-221:** September 7, 2018 -238: March 19, 2019
Estimated construction cost:	**0009-11-238:** $22.4M; **0009-11-241:** $128.6M; **0009-12-221:** $6.3M	**ROW Acquisition Begins:**	**-241/-221:** November 2018 -238: March 2019
Project Description:	**0009-11-238:** Construct inside shoulders **0009-11-241:** Construct 0 to 6-lane frontage roads, Bayside bridge, and ramp modifications; reconstruction Dalrock interchange **0009-12-221** (from Dalrock to east of Dalrock): Reconstruct existing 4-lane frontage roads and ramps	**ROW Acquisition Complete:**	**-241/-221:** April 2020 -238: June 2020
		Utility Relocations Begin:	**-241/-221:** April 2020 -238: June 2020
		Utility Relocations Complete:	**-241/-221:** February 2021 -238: September 2021
Firm:	Bridgefarmer, Jacobs	**100% Plans:**	Spring 2020
TxDOT Contact:	Jae Baag, & Jessica Lewis	**Ready to Let Date:**	**-241/-221:** February 2021 -238: September 2021

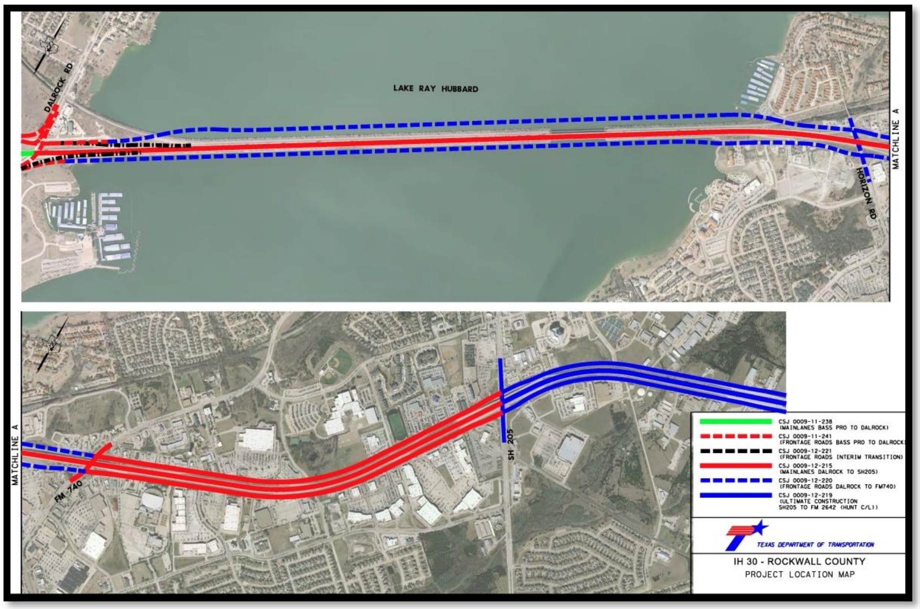
Current Activity:



- **Environmental:** Public hearing for IH 30 Frontage Roads (CSJ 0009-11-241; 0009-12-221) held on May 31, 2018, in Garland. Environmental approval for -241/-221 CSJs received on September 7, 2018. Public hearing date for ultimate project was held on January 31, 2019. Ultimate project environmentally cleared on March 19, 2019.
- **PS&E:** The 30% plans are complete. Work on the 60% plans is underway and expected for submittal in July 2019. Aesthetics design is under coordination and development. Stakeholder meeting, including Bayside developers, held on March 6, 2019, to discuss additional improvements to Bayside/Dalrock interchange aesthetics.
- **Utilities:** Utility conflict meeting on May 24, 2017, with Brown & Gay and TxDOT to review potential utility relocation conflict. Utility meeting held with City of Rowlett and TxDOT to discuss Bayside potential utility conflict on September 26, 2017. Utility kick-off meeting was held on January 24, 2019. Monthly utility coordination meetings are being held at the TxDOT Rockwall Area Office.
- **ROW:** There are 12 parcels for acquisition in CSJ: 0009-11-241 and 2 parcels for acquisition in CSJ: 0009-12-221. There are 3 parcels under appraisal and 11 in negotiations.
- **Funding:** There are $7M in CAT 12 funds for the 0009-12-221 CSJ project.

IH 30: Dalrock Road to SH 205

CSJ:	**0009-12-215**; **0009-12-220**	**Schematic Approval:**	March 19, 2018
Total Project Limits:	From Dalrock Road to SH 205	**Environmental Clearance:**	March 19, 2019
Estimated construction cost:	**0009-12-215:** $73.1M; **0009-12-220:** $214.0M	**ROW Acquisition Begins:**	March 2019
Project Description:	**0009-12-215 (from Dalrock to SH 205):** Reconstruct and widen 6 to 8 main lanes; between FM 740 and SH 205, reconstruct 4-lane frontage road to 4/6 lanes **0009-12-220 (from Dalrock to Horizon):** Construct 0-6 lane frontage roads; reconstruction Horizon interchange; ramp modifications	**ROW Acquisition Complete:**	**-215:** April 2020 **-220:** June 2020
		Utility Relocations Begin:	March 2020
		Utility Relocations Complete:	September 2021
Firm:	0009-12-215: Jacobs 0009-12-220: Bridgefarmer	**100% Plans:**	March 2020
TxDOT Contact:	Jessica Lewis	**Ready to Let Date:**	September 2021

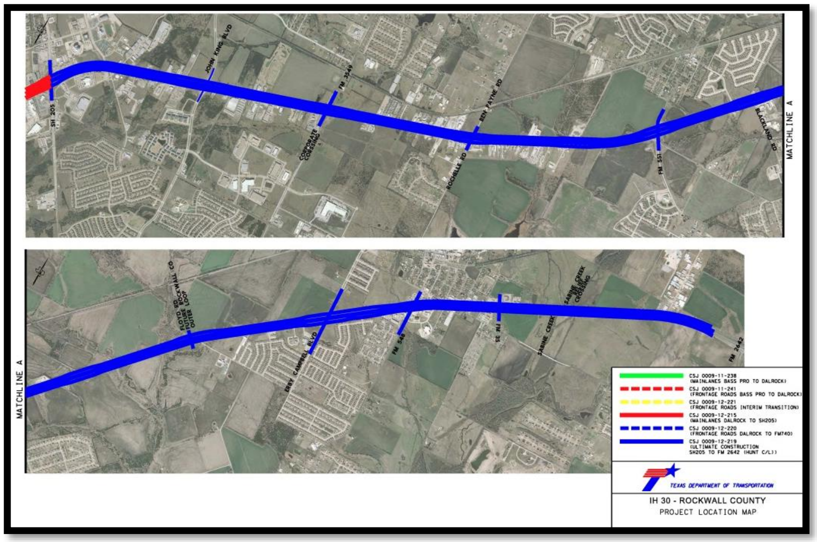


Current Activity:

- **Environmental:** Public hearing date for ultimate project was held on January 31, 2019. Ultimate project environmentally cleared on March 19, 2019.
- **PS&E:** TxDOT provided 30% review comments to consultants, and consultants are addressing comments and moving toward 60% submittal. Aesthetics design is under coordination and development.
- **Utilities:** Utility conflict meeting held on May 24, 2017, with Brown & Gay and TxDOT.
- **ROW:** There are 29 parcels for acquisition in CSJ: 0009-12-215. There are 12 parcels for acquisition for CSJ: 0009-12-220. All parcels are currently under appraisal.

IH 30: SH 205 to FM 2642/Hunt County Line

CSJ:	**0009-12-219**	**Schematic Approval:**	March 19, 2018
Total Project Limits:	From SH 205 to west of FM 2642/Hunt County Line	**Environmental Clearance:**	March 19, 2019
Estimated construction cost:	$300 million	**ROW Acquisition Begins:**	May 2019
Project Description:	Reconstruct and widen main lanes from 4 to 6 lanes; reconstruct and widen 4-lane frontage roads to 4/6; construct new interchange at Payne/Rochelle and grade separation at Outer Loop; ramp modifications	**ROW Acquisition Complete:**	June 2020
		Utility Relocations Begin:	June 2020
		Utility Relocations Complete:	December 2021
Firm:	Jacobs	**100% Plans:**	November 2020
TxDOT Contact:	Jessica Lewis	**Ready to Let Date:**	December 2021



Current Activity:

- **Environmental:** Public hearing for ultimate project was held on January 31, 2019. Ultimate project environmentally cleared on March 19, 2019.
- **PS&E:** Aesthetics design is under coordination and development. The 60% plans are underway and due in September 2019.
- **Utilities:** Utility conflict meeting held on May 24, 2017, with Brown & Gay and TxDOT to review potential utility relocation conflict.
- **ROW:** There are 66 parcels for acquisition in CSJ: 0009-12-219. All parcels are currently under appraisal.
- **Funding:** There are $32M in CAT 4 funds available for this project and $200M in CAT 12 funds.

Regional Transportation Council Updates

Current Activity:

- The 10-Year Plan was adopted at the May 2019 RTC meeting.